STATE OF WASHINGTON GROWTH MANAGEMENT HEARINGS BOARD FOR CENTRAL PUGET SOUND

SEATTLE SHELLFISH, LLC and PACIFIC COAST SHELLFISH GROWERS ASSOCIATION,

Case No. 09-3-0010

FINAL DECISION AND ORDER

(Seattle Shellfish)

PIERCE COUNTY and WASHINGTON STATE DEPARTMENT OF ECOLOGY,

Respondent.

Petitioner,

SYNOPSIS

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On April 21, 2009, Pierce County adopted Ordinance No. 2009-26, amending the Pierce County Shoreline Master Program (SMP). The amendment previously had been approved by the Washington State Department of Ecology as a Limited Amendment to the SMP following a two-year review process conducted by the County and Ecology. The Ordinance revises Chapter 20.24 Aquacultural Practices and Chapter 20.56 Piers and Docks of the County's Shoreline Management Regulations. The amendment and regulations are intended to sunset upon the adoption of the County's comprehensive update to the SMP.

On July 27, 2009, Seattle Shellfish, LLC, and Pacific Coast Shellfish Growers Association filed a timely Petition for Review challenging the County's action on the basis of various provisions of the Shoreline Management Act, RCW 90.58, (SMA) and the SMP Guidelines, WAC 173-26, as well as the Growth Management Act RCW 36.70A. The challenge contended the approved ordinance by the County and Ecology should not

have been approved as a limited amendment, but rather as a portion of a larger comprehensive plan update to its SMP.

After a review of the briefs, oral arguments, and the Record, the Board determined the Petitioners **have not carried their burden of proof** in their challenge of Ordinance No. 2009-26. It should be noted that the Board is divided on a portion of Issue 3 regarding the Limited Amendment, with Board Member Pageler dissenting, finding the SMP amendment will affect a substantial portion of the County's shorelines.

[KEYWORDS: Shoreline Management Act, Shoreline Master Program, Limited Amendment]

I. PROCEDURAL BACKGROUND

PETITION FOR REVIEW

On July 27, 2009, Seattle Shellfish, LLC and Pacific Coast Shellfish Growers Association (collectively, Petitioners) filed a Petition for Review (PFR) with the Central Puget Sound Growth Management Hearings Board (Board). With this PFR, Petitioners challenge Pierce County's adoption and the Washington State Department of Ecology's (Ecology) approval of Ordinance No. 2009-26, which amended the County's Shoreline Master Program (SMP).

HEARING ON THE MERITS

The Hearing on the Merits was held on November 30, 2009, at the Pierce County Environmental Services Building in University Place, Washington.¹ Board members Dave Earling and Margaret Pageler were present, Board Member Earling presiding.

¹ Byers and Anderson, Inc. provided court reporting services for the Hearing on the Merits. A transcript of the proceedings was provided to the Board on December 16, 2009 and is referred to herein as "**HOM Transcript**".

Petitioners were represented by Amanda Stock; Pierce County was represented by Pete Philley; and Ecology was represented by Sonia Wolfman.

II. PRESUMPTION OF VALIDITY, BURDEN OF PROOF, and STANDARD OF REVIEW

Pursuant to RCW 36.70A.320(1), comprehensive plans and development regulations, and amendments to them, are presumed valid upon adoption.² This presumption creates a high threshold for challengers as the burden is on the petitioners to demonstrate that any action taken by the County is not in compliance with the GMA.³

The Board is charged with adjudicating GMA compliance and, when necessary, invalidating noncompliant plans and development regulations.⁴ The scope of the Board's review is limited to determining whether a County has achieved compliance with the GMA only with respect to those issues presented in a timely Petition for Review.⁵ The GMA directs that the Board, after full consideration of the petition, shall determine whether there is compliance with the requirements of the GMA.⁶ The Board shall find compliance unless it determines that the County's action is clearly erroneous in view of the entire record before the Board and in light of the goals and requirements of the GMA.⁷ In order to find the County's action clearly erroneous, the Board must be "left with the firm and definite conviction that a mistake has been committed."⁸

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² RCW 36.70A.320(1) provides: [Except for the shoreline element of a comprehensive plan and applicable development regulations] comprehensive plans and development regulations, and amendments thereto, adopted under this chapter are presumed valid upon adoption.

³ RCW 36.70A.320(2) provides: [Except when city or county is subject to a Determination of Invalidity] the burden is on the petitioner to demonstrate that any action taken by a state agency, county, or city under this chapter is not in compliance with the requirements of this chapter.

^{||&}lt;sup>4</sup> <u>RCW 36.70A.280</u>, RCW 36.70A<u>.302</u>.

⁵ RCW 36.70A.290(1).

⁶ RCW 36.70A.320(3).

⁷ RCW 36.70A.320(3).

⁸ ⁸ *City of Arlington v. CPSGMHB,* 162 Wn.2d 768, 778, 193 P.3d 1077 (2008) (Citing to *Dept. of Ecology v.* 9 *PUD District No. 1 of Jefferson County,* 121 Wn.2d 179, 201, 849 P.2d 646 1993); See also, *Swinomish*

POD District No. 1 of Series on County, 121 Wil.2d 179, 201, 849 P.2d 646 1995), see also, *Swinomistr Tribe, et al v. WWGMHB,* 161 Wn.2d 415, 423-24, 166 P.3d 1198 (2007); *Lewis County v. WWGMHB,* 157
 Wn.2d 488, 497-98, 139 P.3d 1096 (2006).

In reviewing the planning decisions of cities and counties, the Board is instructed to recognize "the broad range of discretion that may be exercised by counties and cities" and to "grant deference to counties and cities in how they plan for growth."⁹ However, the County's actions are not boundless; their actions must be consistent with the goals and requirements of the GMA.¹⁰

Thus, the burden is on Petitioners to overcome the presumption of validity and demonstrate that the challenged action taken by the County is clearly erroneous in light of the goals and requirements of the GMA.

The Board's review of Ecology's decision here is also governed by RCW 90.58.190(2) because the shorelines at issue here are "shorelines of statewide significance."¹¹ The Shoreline Management Act provides in RCW 90.58.190(2):

(c) If the appeal to the growth management hearings board concerns a shoreline of state-wide significance, the board shall uphold the decision by the department unless the board, by clear and convincing evidence, determines that the decision of the department is inconsistent with the policy of RCW 90.58.020 and the applicable guidelines.

(d) The appellant has the burden of proof in all appeals to the growth management hearings board under this subsection.

Thus, the Board must test the SMP Amendment against the policy of RCW 90.58.020 and the applicable SMP Guidelines, upholding Ecology's decision to approve the

standard may not be applicable to most of the issues in this case.

⁹ RCW 36.70A.3201.

¹⁰ *King County v. CPSGMHB,* 142 Wn.2d 543, 561, 14 P.2d 133 (2000)(Local discretion is bounded by the goals and requirements of the GMA). See also, *Swinomish,* 161 Wn.2d at 423-24. In *Swinomish,* as to the degree of deference to be granted under the clearly erroneous standard, the Supreme Court has stated: The amount [of deference] is neither unlimited nor does it approximate a rubber stamp. It requires the Board to give the [jurisdiction's] actions a "critical review" and is a "more intense standard of review" than the arbitrary and capricious standard. *Id.* at 435, Fn.8.

¹¹ Pursuant to RCW 90.58.030(2)(e)(iii), "Shorelines of Statewide Significance" are generally defined as those areas of Puget Sound lying seaward of the extreme low tide. The challenged SMP Amendment applies to intertidal areas, which lie landward of extreme low tide. Thus, the heightened evidentiary

Amendment unless the appellants present clear and convincing evidence of error. Lastly, in order to effect its purpose, the SMA is to be construed liberally.¹²

III. BOARD JURISDICTION

The Board finds that the Petition for Review was timely filed, pursuant to RCW 36.70A.290(2). The Board finds that Petitioners have standing to appear before the Board, pursuant to RCW 36.70A.280(2). The Board finds that it has jurisdiction over the subject matter of the petition pursuant to RCW 36.70A.280(1).

IV. PRELIMINARY MATTERS

A. Pierce County's Motion to Supplement¹³

Pierce County sought supplementation of the record with a Declaration of Pierce County GIS Specialist Aaron Michael and two attachments - a map of the County's Shoreline Environments and a table as to the distribution of the shorelines throughout the County.¹⁴ The purpose of these submittals is to provide accurate information as to the mileage, percentage, and location of the shoreline environments. Petitioners did not object to the supplementation but did note that due to the inconsistency between these documents and the Record, the Board should give these documents the appropriate weight. At the HOM, the Board granted the County's Motion to Supplement.

B. Pierce County's Motion to Dismiss Abandoned Issues¹⁵

Within their opening brief, Petitioners expressly abandoned Issue 6.¹⁶ Pierce County recognized this abandonment and sought dismissal.¹⁷ At the HOM, the Board concurred and Issue 6 was dismissed in its entirety.

¹² See e.g. Samuel's Furniture v. Dept. of Ecology, 147 Wn.2d 440, 448 (2002)(Citing to RCW 90.56.900).

¹³ See HOM Transcript at 7-8.

¹⁴ Pierce County's Prehearing Response Brief, at 22. The County filed this brief on November 9, 2009 and its will be referred to as **County HOM Brief**.

¹⁵ See HOM Transcript at 8-10.

 ¹⁶ Petitioners' Prehearing Brief, at 10, fn. 35. Petitioners filed this brief on October 27, 2009 and it will be referred to as **Petitioners' HOM Brief**. Issue 6 provides: *Does the SMP Amendment fail to comply* **Final Decision and Order** [January 19, 2010]
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In addition, Pierce County moved for the partial dismissal of Issues 7 and 8.¹⁸ In regard to Issue 7, the County noted that this issue cites various provisions of the Pierce County Code (PCC) but Petitioners' briefing did not set forth argument on several of these provisions.¹⁹ As for Issue 8, the County contended that although the issue statement referenced the goals and policies of certain elements of the SMP, Petitioners' briefing was confined to argument related to consistency with the SMP's Aquacultural Practices policies.²⁰

Petitioners did not dispute the County's claim and, therefore, the Board dismissed those specific provisions and elements not argued. As for Issue 7, the following provisions were dismissed: PCC 19A.20.050, 19A.20.090, 19A.30.070, 19A.30.220, 19A.40.010, 19A.40.020, 19A.40.070, 19A.60.120, and 19A.60.130. As for Issue 8, the following elements were dismissed: Economic Development, Shoreline Use, Rural Environment, Conservancy Environment, Natural Environment, Use Activity for Residential Development, and Use Activity for Bulkheads, Breakwaters, Jetties, and Groins.

V. ISSUES AND DISCUSSION

The protection of Washington's shorelines for all citizens is an important state constitutional interest reflected in the SMA, and the management of these shorelines is a power the State has chosen to share with local governments.²¹ The policies of the SMA are clearly "based upon the recognition that shorelines are fragile and that the

with the SMA, including WAC 173-26-186(8)(d), because it fails to evaluate and consider cumulative impacts of reasonably foreseeable future development on shoreline ecological functions and other shoreline functions fostered by the policy goals of the act; and fails to contain policies, programs, and regulations that address adverse cumulative impacts and fairly allocate the burden of addressing cumulative impacts among development opportunities?

- ¹⁹ County HOM Brief, at 21.
- ²⁰ County HOM Brief, at 21.

²¹ *Biggers v. Bainbridge Island,* 162 Wn.2d 683, 702 (2007) and RCW 90.58.050 (Establishes a cooperative program of shoreline management between local government and the State). Final Decision and Order [January 19, 2010]

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¹⁷County HOM Brief at 21.

¹⁸ County HOM Brief, at 21.

increasing pressure of additional uses being placed on them necessitated increased coordination in their management and development."²² Thus, the SMA was enacted to protect and manage the shorelines of Washington State to foster all reasonable and appropriate uses, while protecting against adverse effects to public health, land, vegetation, wildlife, and the rights of navigation.²³

The Challenged Action – Pierce County's SMP Amendment²⁴

With their PFR, Petitioners challenge Pierce County's adoption and Ecology's subsequent approval of Ordinance 2009-26. This Ordinance represents a limited amendment to the County's Shoreline Master Program (SMP) and revises sections of Title 20 of the County's Shoreline Management Regulations, specifically Chapter 20.24 Aquacultural Practices and Chapter 20.56 Piers and Docks.²⁵ These regulations are intended to be interim regulations and are to sunset upon the adoption of the County's comprehensive update to its SMP.²⁶

The challenged action represents part of the County's three-year process to complete a comprehensive update to its SMP. The process began in 2006 when the County Council directed Pierce County's Planning and Land Services (PALS) to develop recommendations for interim regulations in order to address emerging issues related to aquaculture and shoreline structures prior to the completion of the comprehensive SMP update.

²⁵ The Petitioners have not challenged the County's regulations as to Piers and Docks. Final Decision and Order [January 19, 2010] Seattle Shellfish, et al v. Pierce County/WA Dept of Ecology CPSGMHB Case No. 09-3-0010 Page 7 of 43 Central Puget Sound Growth Management Hearings Board 319 7th Avenue SE, Suite 103, Olympia, WA 98504

²² Buechel v. Ecology, 125 Wn.2d 196, 203 (1994).

 ²³ RCW 90.58.020; *Samuel's Furniture v. Ecology*, 172 Wn.2d 440, 448 (2002); *Buechel v. Ecology*, 125 Wn.2d 196, 203 (1994). In addition, in order to effect its broad purpose, the SMA is to be construed liberally. RCW 90.58.900; *English Bay Enterprises v. Island County*, 89 Wn.2d 16, 20 (1977).
 ²⁴ This section represents a compilation of facts presented in the briefs and exhibits submitted by all parties to this matter. *See also the three Ordinances which pertain to the County's amendment to its*

SMP – Ordinance 2007-34s2, adopted October 16, 2007 (Exhibit SMP IR-12-391); Ordinance 2008-25,

adopted June 2, 2008 (Exhibit SMP IR 15-420); and Ordinance 2009-26, adopted April 21, 2009 (Exhibit SMP IR 15-421).

PALS drafted regulations which were reviewed by both the Peninsula Advisory Commission (PAC) and the County Planning Commission (CPC) and were the subject of various public meetings and hearings. Recommendations were forwarded to the County Council which conducted additional public hearings. Based on the recommendations and public participation, the County Council, in October 2007, adopted Ordinance 2007-34s2. As required by RCW 90.58.090, this ordinance was then forwarded to, but ultimately rejected by, Ecology as a limited amendment due to the presence of certain code provisions related to critical areas.

In response to Ecology's rejection, the County, on June 3, 2008, adopted Ordinance 2008-25 which repealed the critical areas provisions. This Ordinance, which retained the other regulations adopted by Ordinance 2007-34s2, was forwarded to Ecology for its review. In a letter dated February 25, 2009, Ecology notified the County that it approved the limited amendment interim regulations for aquaculture and piers and docks set forth in Ordinances 2007-34s2 and 2008-25, subject to several changes. Ecology's changes included the deletion of regulations related to the hours and days of operation for geoduck aquaculture and the prohibition of geoduck aquaculture within the Urban and Rural-Residential Shoreline Environments.

On April 21, 2009, with the adoption of Ordinance 2009-26, the County Council stated its agreement to Ecology's changes and modified the regulations to incorporate these changes. On May 18, 2009, Ecology notified Pierce County that it was in receipt of the County's agreement and, therefore, the SMP-limited amendment took effect on May 14, 2009 as provided in RCW 90.58.090.

²⁶ The Board notes that the requirement for the regulations to "sunset" upon implementation of the County's comprehensive update to its SMP is only expressly stated in the first of the County's enactments. *See* Ordinance 2007-34s2, Section 5.

With their PFR, Petitioners set forth various issues²⁷ for the Board's review which allege various violations of the Shoreline Management Act (SMA), RCW 90.58, the SMP Guidelines, WAC 173-26, and the Growth Management Act (GMA), RCW 36.70A by both Pierce County and/or Ecology. The Board will address these issues beginning with Legal Issue 3 and then follow the format Petitioners used in presenting the remaining issues in their briefing. Throughout this FDO, the action being challenged – Ordinance 2009-26 – will be referenced as the SMP Amendment.

A. Limited Amendments under the SMA [Issue 3]

3. Does the SMP Amendment fail to comply with the SMA and applicable guidelines, including WAC 173-26-201, which outlines a comprehensive process to prepare or amend a shoreline master plan, because the County erroneously proposed the SMP Amendment as a "limited" amendment and failed to incorporate the steps indicated in WAC 173-26-201 for comprehensive shoreline master program amendment?

Positions of the Parties

Petitioners assert that the SMP was erroneously classified as a Limited Amendment and, as such, the County circumvented the required comprehensive amendment process which includes inventorying the shorelines, characterizing ecological functions, and analyzing demands.²⁸ Petitioners acknowledge that the SMP Guidelines at WAC 173-26-201 permit limited amendments to a SMP under certain situations, but they contend, in their opening and reply briefs, that the County's rationale does not satisfy many of these situations.²⁹ Specifically, Petitioners contend:

1. There has been no previous comprehensive SMP amendment since the County's original SMP was adopted in 1974, $^{\rm 30}$

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²⁷ As noted *supra*, only 7 issues remain before the Board as the Petitioners abandoned one of their issues in its entirety.

²⁸ Petitioners' HOM Brief, at 20-21.

 ²⁹ Petitioners' HOM Brief, at 21-22.
 ³⁰ Petitioners' HOM Brief, at 22.
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$1 \\ 2$	2. There are substantive issues, such as major use conflicts, that are best
2 3 4	 addressed during a comprehensive review,³¹ 3. The SMP Amendment affects a substantial portion of the County's shoreline
5 6 7 8	 areas,³² 4. The SMP Amendment represents a significant modification to shoreline management practices within Pierce County and significantly alters use regulations,³³
9 10 11	 The physical conditions of the County's shorelines have changed significantly since the original SMP was adopted.^{34, 35}
12 13	According to Petitioners, any one of these factors triggers the need for a comprehensive
14	amendment process and therefore, processing the SMP Amendment as a Limited
15 16 17 18	Amendment violated the SMA and its Guidelines.
19 20 21 22	Pierce County's response largely deferred to Ecology on this issue but did maintain that the SMP Amendment constituted a Limited Amendment. ³⁶
23 24	Feeles, we vide the version of a very ment, contending that it preparly determined the
25 26	Ecology provides the responsive argument, contending that it properly determined the
27	SMP Amendment qualified as a Limited Amendment under WAC 173-26-201's criteria
28 29	and that its interpretation is entitled to substantial deference. ³⁷ Ecology sets forth
30 31	countering arguments to each of the criteria Petitioners contend precluded the process of a Limited Amendment in this matter:
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 33 34 35 36 37 38 39 40 	1. Although there has not been a comprehensive SMP amendment since the date of original adoption, the Limited Amendment is intended to maintain the integrity of the County's current comprehensive SMP update by placing interim controls in place until the comprehensive amendment can be completed, ³⁸
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42 43 44 45 46 47 48 49 50	 ³¹ Petitioners' HOM Brief, at 23-24. ³² Petitioners' HOM Brief, at 24-27. ³³ Petitioners' HOM Brief, at 27-28. ³⁴ Petitioners' HOM Brief, at 28-29. ³⁵ Petitioners' Reply Brief, at 23-33. ³⁶ County Response Brief, at 38. The County cites to several documents in the Record as to the limited scope of the SMP Amendment – see Exhibits SMP IR 8-154, SMP IR 1-1, and SMP IR 4-39. ³⁷ Ecology HOM Brief, at 12-13.
50	³⁸ Ecology HOM Brief, at 20.
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- 2. Substantive issues, such as use conflicts, will be assessed during the comprehensive process and the SMP Amendment defers the issue for resolution to this process,³⁹
- 3. The SMP Amendment does not affect a substantial portion of the County's shorelines but, in regard to the Natural Environment, serves to clarify intertidal aquaculture regulations,⁴⁰
- 4. The SMP Amendment largely mirrors existing practices and represents a codification of the status quo and best management practices,⁴¹
- 5. Although geoduck aquaculture is a relatively new use, the SMP Amendment is not addressing a substantial change in the patterns of use which will be addressed during the comprehensive process.⁴²

Board Analysis and Findings

The Board views Issue 3 as the fundamental question in the Petition for Review: *Is the action taken by Pierce County and the Department of Ecology a "Limited Amendment" under WAC 173-26-201 or, does the action taken by the Respondents beg the need for the required comprehensive amendment process?* It should be noted that the County, in large part, defers to Ecology for responsive argument on Issue 3, but does maintain the SMP Amendment constitutes a Limited Amendment.⁴³

WAC 173-26-201 provides guidance for the comprehensive process necessary to prepare or amend shoreline master programs. This SMP Guideline, without using the term "Limited Amendment," provides criteria for when a jurisdiction may amend its SMP without needing to complete a full comprehensive review. WAC 173-26-201 provides: (Relevant to Petitioners' argument, emphasis added)

(1) Applicability. This section outlines a comprehensive process to prepare or amend a shoreline master program. *Local governments shall*

⁴² Ecology HOM Brief, at 17-18.

³⁹ Ecology HOM Brief, at 17-28,20.

⁴⁰ Ecology HOM Brief, at 18-19.

⁴¹ Ecology HOM Brief, at 13-18.

⁴³ The Board does note that a "Limited Amendment" is not expressly defined in either the SMA or the SMP Guidelines. While RCW 90.58.090 refers to approvals of master program "segments," and the SMA and SMP Guidelines provide a procedure by which certain amendments are not subject to the comprehensive process, the term "limited amendment" is not used. Ecology and/or the Legislature may wish to include the term to make clear the intent.

incorporate the steps indicated if one or more of the following criteria apply:

(a) The master program amendments being considered represent a significant modification to shoreline management practices within the local jurisdiction, they modify more than one environment designation boundary, or significantly add, change or delete use regulations;

(b) Physical shoreline conditions have changed significantly, such as substantial changes in shoreline use or priority habitat integrity, since the last comprehensive master program amendment;

(c) The master program amendments being considered contain provisions that will affect a substantial portion of the local government's shoreline areas;

(d) There are substantive issues that must be addressed on a comprehensive basis. This may include issues such as salmon recovery, major-use conflicts or public access;

(f) There has been no previous comprehensive master program amendment since the original master program adoption; or

Other revisions that do not meet the above criteria may be made without undertaking this comprehensive process provided that the process conforms to the requirements of WAC <u>173-26-030</u> through <u>173-26-160</u>.

To understand this case, a brief background of the process undertaken is necessary. It

is clear from the Record that the County and Ecology kept in regular contact during the

Pierce County amendment process. Beginning in July 2006, with email correspondence

from Ecology to Pierce County,⁴⁴ the two agencies were in regular communication.

Ecology raised the question of Pierce County's intent to proceed with a Limited

Amendment, and expressed concerns about the prospect of the proposed action

meeting the requirements for a Limited Amendment.⁴⁵ In a follow-up letter to Pierce

County in October 2006, Ecology again questioned whether the action under

consideration would qualify as a Limited Amendment and noted that the amendments:⁴⁶

- Modify shoreline management practices/regulations within multiple shorelines environments
- Contain provisions that affect a substantial portion of the County's marine shorelines
- The County has had no previous comprehensive master program amendment since the original SMP adoption

⁴⁶ Ecology, Exhibit 9.

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⁴⁴ Ecology, Exhibit 1.

⁴⁵ Ecology, Exhibit 5.

• The physical shoreline conditions in the County have likely changed significantly since the 1974 SMP adoption.

With this letter, Ecology also requested the County submit, in writing, how its proposal would not require a comprehensive plan process based upon WAC 173-26-201 (1). In a November 2006 e-mail, while the County did not expressly clarify as requested by Ecology, the County stated that it was moving forward and included a November 8, 2006 Staff Report that provides comments on the points raised by Ecology.⁴⁷

In February 2007, the County submitted a letter to Ecology referencing a meeting that took place between the agencies in December 2006 at which Pierce County enumerated its reasons to proceed as a Limited Amendment.⁴⁸ While the County acknowledged it had not attempted to use the comprehensive process and a criteria-by-criteria analysis on how its proposed amendments would qualify as a Limited Amendment, the County provided the following points:⁴⁹

- Total shoreline affected is relatively small –Aquaculture 9.5 percent and Piers/Docks 11 percent;
- Changes are within existing regulations and are the minimum necessary to increase shoreline protections as part of the comprehensive SMP process and reasonably amend uses in a limited way;
- Interim controls can be significant tool in the successful transition from old to new SMP provisions and provide reasonable limited protections without undermining the comprehensive SMP update;
- Substantial changes will occur during the final comprehensive SMP update.

In November 2007, the County submitted a letter to Ecology noting that the County adopted amendments to the SMP via Ordinance 2007-34s2.⁵⁰ In December 2007, Ecology rejected the proposed amendment, stating that it did not meet the limited amendment criteria and the submittal was incomplete.⁵¹ The reasons noted for rejection

⁴⁷ Ecology, Exhibit 10.
⁴⁸ Ecology, Exhibit 12, Page 6.
⁴⁹ Ecology, Exhibit 12, Page 6.
⁵⁰ Ecology, Exhibit 16.
⁵¹ Ecology, Exhibit 17.
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Page 13 of 43 by Ecology consisted of significant changes to the Ordinance since the two parties had last consulted, including changes to the Pier/Docks regulations and inclusion of Critical Areas provisions. In addition, Ecology noted that the County had not yet provided written documentation as to the SMP Guidelines criteria, a SMP checklist, and documentation of oral testimony at public hearings.

On June 24, 2008, Pierce County transmitted a letter to Ecology notifying the department that the County had adopted Ordinance 2008-25, which struck various provisions of Ordinance 2007-34s2, including those related to critical areas.⁵²

On July 17, 2008, Ecology notified the County that its submittal of Ordinance 2008-25 was complete and Ecology's formal review process to determine if the proposal was consistent with the SMA and the SMP Guidelines would begin. With this letter, Ecology did not expressly state that Ordinance 2008-25 was a Limited Amendment, but the Board reads the intent of this letter to be such an expression. ⁵³

Following Ecology's public review, it notified Pierce County that the amendment was approved conditioned on the County's agreement to several changes, including deletion of the prohibition on intertidal aquaculture in the Urban and Rural-Residential Environments. Ecology's approval would not become effective until written notice of Pierce County's agreement to the changes.⁵⁴

On May 14, 2009, Pierce County notified Ecology that, via Ordinance 2009-26, the County incorporated the changes required by Ecology.⁵⁵

As mentioned *supra,* Pierce County and Ecology were in regular contact for two years as the amendment process developed. The Record is clear throughout the process that

⁵² Ecology, Exhibit 19.
⁵³ Ecology, Exhibit 20.
⁵⁴ Ecology, Exhibit 49.
⁵⁵ Ecology, Exhibit 55.
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Ecology pressed for cla proposed amendments Ecology ultimately reje While the County neve County clearly was in a that the amendment s amendments were min process of updating its 2008-25, the County r that were troubling to submittal was complet After the formal review sections of the Ordina Chapter 20.56 Piers an included the deletion of

Ecology pressed for clarification from Pierce County to articulate why it believed the proposed amendments qualified as a Limited Amendment under WAC 173-26-201. Ecology ultimately rejected Ordinance 2007-34s2 for the reasons noted above.

While the County never provided direct written answers to Ecology's question, the County clearly was in communication with Ecology, offering rationale for its position that the amendment should proceed as a Limited Amendment, contending that the amendments were minor in nature, and pointing out that the County had begun the process of updating its comprehensive SMP. In addition, with the passage of Ordinance 2008-25, the County responded to Ecology by deleting portions of Ordinance 2007-34s2 that were troubling to Ecology. Ecology, with those changes, agreed the County's submittal was complete and began the formal review process.

After the formal review, Ecology notified the County that it required modification to two sections of the Ordinance 2008-25: 1) Chapter 20.24 Aquacultural Practices and 2) Chapter 20.56 Piers and Docks. In regard to geoduck aquaculture, these changes included the deletion of regulations restricting the days/hours of operations and prohibition on aquaculture within the Urban and Rural-Residential Environments.⁵⁶ The County responded with Ordinance 2009-26, accepting the requested changes.

For the most part, the Record is clear and easy to follow despite the lack of a specific articulation by Ecology as to how Pierce County's proposals transformed from failing to be suitable for processing as a Limited Amendment to processing it as a Limited Amendment. The Board notes that it would be beneficial, in the future, for both Ecology and a local jurisdiction, to ensure that clear documentation for such a determination is contained in the Record.

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> ⁵⁶ See Attachment B to Ordinance 2009-26. **Final Decision and Order** [January 19, 2010] Seattle Shellfish, et al v. Pierce County/WA Dept of Ecology CPSGMHB Case No. 09-3-0010 Page 15 of 43

Be that as it may, it is clear that within that six-month period with Ecology's letter to the County on July 17, 2008, Ecology made its determination that "the County's SMP submittal is complete and we can begin the formal review process."⁵⁷

While Petitioners acknowledge that Limited Amendments are permitted under the SMP Guidelines, they argue that the requirements in this case have not been met by Ecology or Pierce County. RCW 90.58.190 (c) directs the growth boards ..."shall uphold the decision by the department unless the board by clear and convincing evidence, determines that the decision of the department is inconsistent with the policy of RCW 90.58.020 and the applicable guidelines." In addition, the courts have directed that deference need be given to an agency's interpretation of its own regulations. As the Supreme Court wrote in *Silver Streak v. Department of Labor and Industries*.⁵⁸ (Emphasis added)

This court has made clear that we will give great *deference to an agency's interpretation of its own properly promulgated regulations*, "absent a compelling indication" that the agency's regulatory interpretation conflicts with legislative intent or is in excess of the agency's authority. We give this high level of deference to an agency's interpretation of its regulations because the agency has expertise and insight gained from administering the regulation that we, as the reviewing court, do not posses.

The courts have also stated the well-known rule that an agency's interpretation of its own regulations will be upheld so long as that interpretation is plausible.⁵⁹ For example, in *Pitts v. Department of Social and Health Services,* the Court stated:⁶⁰ (Emphasis added)

⁵⁷ Ibid, Exhibit 10.

⁵⁸ 159 Wn. 2nd 868, 884-85 (2007); See also, *W. WA Operating Engineers Apprenticeship Commission v. WA State Apprenticeship & Training Council*, 144 Wn. App. 145, 163 (2008)(Stating that generally the Court gives "considerable deference to an agency's interpretation of its own regulations" and that "this high level of deference is appropriate because the agency has expertise and insight in administering the regulation that reviewing courts do not possess.").

⁵⁹ See e.g. *Samson v. Bainbridge Island*, 149 Wn. App. 33, 45 (2009); *Pitts v. Dept. of Social and Health Services*, 129 Wn. App. 513, 523 (2005)(Substantial weight and deference shall be given to agency's interpretation).

 ⁶⁰ *Pitts,* 129 Wn. App. at 523; See also, *Seatoma Convalescent Center v. Dept. of Social and Health Services,* 82 Wn. App 495, 518 (1996)(Stating that "substantial weight and deference should be given to Final Decision and Order [January 19, 2010]
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[A court will give] substantial weight and deference to an agency's interpretation of the statutes and regulations it administers ... [the court] will *uphold an agency's interpretation if it is plausible and not contrary to legislative intent*.

Thus, as the agency charged with the administration of the SMA and the regulations promulgated in WAC 173-26, substantial weight and deference is due to Ecology's interpretation of WAC 173-26-201's provisions and this interpretation should not be overturned unless it does not reflect a plausible construction of the WAC language or is contrary to the Legislature's intent.

Although the Board acknowledges the substantial weight and deference due Ecology, as the agency charged with not only promulgating the SMP Guidelines but also administering them, the Board is divided as to whether Pierce County's action, as a Limited Amendment, was exempt from compliance with WAC 173-26-201's provisions based on the arguments presented by the parties. Board member Earling finds Ecology's arguments are convincing while Board member Pageler finds that Ecology erred as to one of WAC 173-26-201's exemption criteria. Board member Pageler has provided rationale for her position in a dissent related solely to this issue which is provided at the end of this Final Decision and Order.

Conclusion

The Board is divided as to whether or not Pierce County's amendment to its SMP satisfies the SMP Guidelines requirements for a "Limited Amendment." Thus, since the Board could not reach agreement on the appropriate disposition of this issue, Ecology's interpretation remains as to the ability of the County's SMP Amendment to be processed as a Limited Amendment.

an agency's interpretation of the statutes and regulations it administers" and "the agency's interpretation should be upheld if it reflects a plausible construction of the language of the statute and is not contrary to the legislative intent.").

B. Ecological Functions of shellfish farms, including farms as critical saltwater habitat and priority habitat and shellfish as priority species [Relevant portions of Issues 5,⁶¹ 7, and 8]⁶²

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5. Does the SMP Amendment fail to comply with the SMA, including the policy of RCW 90.020 and applicable guidelines, including WAC 173-26-186 (8)(a), WAC 173-26-186 (8)(b), WAC 173-26-186(8)(b)(i), WAC 173-26-221(2)(c)(iii), and WAC 173-26-020(24)-(25), because the County in preparing the SMP amendment failed to use a process that identifies, inventories, and ensures meaningful understanding of current and potential ecological functions provided by shorelines; failed to include policies and regulations designed to achieve no net loss of ecological functions associated with aquaculture; ...; failed to include policies and regulations to protect commercial shellfish beds, which are critical saltwater habitats under WAC 173-26-221(2)(c)(iii)(A), and failed to meet all other requirements of WAC 173-26-221(2)(c)(iii)(B)-(C) regarding saltwater habitats; failed to protect shellfish beds, which are priority habitats under WAC 173-26-020(24); and failed to provide for protective measures and/or management guidelines for farmed shellfish species, which are priority species under WAC 173-26-020(25)?

7. Does the SMP Amendment fail to comply with the Growth Management ACT (GMA), RCW Chapter 36.70A, including the internal consistency provisions of RCW 36.70A040(4), because the SMP Amendment is inconsistent with and fails to implement the goals and policies of the Pierce County Comprehensive Plan regarding maintenance and enhancement of natural resourcebased industries such as aquaculture such as Sections 19A.10.10, 19A.20.050, 19A.40.010, 19A.40.020, 19A.40.030, 19A.40.070, 19A.50,020, 19A.50.030 19A.50.90, 19A.60.050, 19A.60.60, 19A.60.070 19A.60.120 and 19A.60.130 of the Comprehensive Plan, and the goals and policies of the Comprehensive Plan regarding the reduction of sprawl, such as Sections 19A.10.10, 19A.20.050, 19A.20.090, 19A.30.070 and 19A.30.220 of the Comprehensive Plan?

⁶¹ Issue 5 also asserts the County failed to design and implement regulations in a manner consistent with relevant constitutional and legal limitations as to private property. This aspect of Issue 5 is addressed *infra* at Section 7.

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⁶² Strikethrough represents those provisions set forth in the issue statement that were dismissed by the Board. See Section IV Preliminary Matters.

8. Does the SMP Amendment fail to comply with the GMA, including the internal consistency provisions of RCW 36.70A.040(4), because the SMP Amendment is inconsistent with and fails to implement the goals and policies of the County's SMP, including the goals and policies of the Economic Development Element, the Shoreline Use Element, the Rural Environment, the Conservancy Environment, the Natural Environment, the Use Activity Policies for Aquacultural Practices, the Use Activity Policies for Residential Development, and the Use Activities Policies for Bulkheads, Breakwaters, Jetties and Groins?

Petitioners combine their argument for Issue 5 with Issues 7 and 8; thus the Board addresses Issue 5 within the context of the Petitioners' arguments here.

Ecological functions of shellfish aquaculture

Positions of the Parties

Petitioners argue that both the SMP Guidelines, in WAC 173-26-186(8)(a)-(b), and the County's own GMA Comprehensive Plan, in PCC 19A.60.020 Environmental Objective 2, require a SMP to achieve no net loss of ecological functions.⁶³ According to Petitioners, shellfish and shellfish farms provide numerous ecological functions, such as the filtering of pollutants, resulting in an improved aquatic ecosystem for a variety of marine species, including salmon.⁶⁴ Petitioners contend that despite public comment in this regard, the County failed to assess those current and potential ecological functions when amending its SMP.⁶⁵ In addition, Petitioners assert the County failed to consider the net loss of ecological functions that would result from prohibiting shellfish farms within approximately 40 percent of the marine shorelines of Pierce County.⁶⁶

⁶³ Petitioners' HOM Brief, at 11. Although Petitioners cite to PCC 19A.60.020 ENV Objective 2, the Petitioners failed to cite this provision and therefore it is not available for challenge as to inconsistency. The Petitioners did not, in regard to ecological functions, set forth argument in relationship to Issues 7 and 8.

⁶⁴ Petitioners' HOM Brief, at 11-12; See also Petitioners' Reply Brief, at 17. Petitioners filed this brief on November 17, 2009 and it will be referred to as **Petitioners' Reply Brief**.

⁶⁵ Petitioners' HOM Brief, at 12.
⁶⁶ Petitioners' HOM Brief, at 12.

In response, Pierce County clarified its record with an affidavit demonstrating that the Natural Environment, where geoduck farming is prohibited, is only 20 percent of the County's marine shorelines, and a high proportion of the Natural shorelines are off-limit to development because they abut federal reserves or state correctional facilities.⁶⁷ The County contends it has conducted extensive analysis of all its shorelines, via the Critical Areas Ordinance (CAO), which is based on Best Available Science (BAS).⁶⁸ The County asserts Petitioners have not demonstrated how the SMP Amendment fails to achieve no net loss of ecological functions and, in fact, that the SMP Amendment provides greater protection.⁶⁹

Ecology did not set forth specific arguments as to the ecological functions of shellfish farms.

Board Analysis and Findings

Despite the citation to the SMA policy contained in RCW 90.58.020 and numerous SMP Guidelines, when setting forth argument in regard to ecological function, the Petitioners' argument is limited to WAC 173-26-186(8). This provision provides: (Emphasis provided as to the citations noted by Petitioners)

(8) ... It is recognized that shoreline ecological functions may be impaired not only by shoreline development subject to the substantial development permit requirement of the act but also by past actions, unregulated activities, and development that is exempt from the act's permit requirements. The principle regarding protecting shoreline ecological systems is accomplished by these guidelines in several ways, and in the context of related principles. These include:

(a) Local government is guided in its review and amendment of local master programs so that it uses a process that identifies, inventories, and ensures meaningful understanding of current and potential <u>ecological</u> <u>functions</u> provided by affected shorelines.

(b) Local master programs shall include policies and regulations

⁶⁷ County HOM Brief, at 38, referencing Declaration of Aaron Michael, Attachment B.

- ⁶⁸ County HOM Brief, at 41-42.
- ⁶⁹ County HOM Brief, at 42.

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designed to achieve no net loss of those ecological functions.

This WAC provision states the SMA's policy to protect the "ecological function" of the shorelines and that SMPs are to be designed so as to "achieve no net loss." The Board reads WAC 173-26-186(8) as having both a procedural aspect (process to identify, inventory, and understand ecological functions) and a substantive aspect (achieve no net loss of those functions). Thus, similar to the GMA's requirement of RCW 36.70A.172 that local governments are to consider best available science so as to protect the functions and values of a critical area, here too, Pierce County was required to have an understanding of the ecological functions provided by its shorelines so as to enact regulations which protect those functions from a net loss.

Pierce County contends it has satisfied the WAC requirement as it inventoried its shorelines when preparing its Critical Areas Ordinance and that this ordinance is based on Best Available Science.⁷⁰ Petitioners do not appear to dispute this, but rather assert the County failed to assess the ecological functions shellfish farms provide.

There is no doubt from the Record presented to the Board that infaunal species of bivalve shellfish, such as geoducks, can provide certain ecological services such as increasing water clarity and removing nutrients from the water due to the fact that they are filter feeders.⁷¹ Therefore, the information about the "ecological services" a shellfish operation may provide was available to Pierce County and Ecology during the approval process.

⁷⁰ County Response Brief, at 41. See also, Tahoma Audubon, et al v. Pierce County, CPSGMHB Case No. 06-3-0001, Order on Compliance (Aug. 7, 2008).

⁷¹ The Board notes that of the exhibits cited by Petitioners, only Exhibit 11-229 and Exhibit 11-328 provide actual science; the balance of cited exhibits are merely statements made at Planning Commission hearings stating the ecological benefits of aquaculture. The Board further notes that although these exhibits contain references to scientific literature, none of this literature appears to speak directly to geoduck aquaculture within the intertidal zone. Rather, the cited literature addresses oysters, mussels, and clams. Since geoducks and clams are both infaunal animals, the focus of environmental impacts based on the clam may be more relevant.

Petitioners have not demonstrated that banning new shellfish farming in the Natural Environment or that regulating future shellfish operation in other zones constitutes a "net loss." Nothing in the record requires closure of existing shellfish beds or loss of the functions they currently provide. The County's action only restricts the potential for future intensified shellfish cultivation, with its argued ecological benefits: on its face, this is not a net loss. The Board concludes that Petitioners have not carried their burden of demonstrating noncompliance with WAC 173-26-186(8).

Conclusion

The Board concludes that Petitioners have failed to carry their burden of proof in demonstrating Pierce County's adoption and Ecology's approval of Ordinance 2009-26, enacting the SMP Amendment, violated WAC 173-26-186(8) as asserted by Petitioners.

Shellfish farms as critical saltwater habitat and priority habitat and Shellfish as a priority species

Positions of the Parties

Petitioners state that under the SMA, shellfish beds are critical saltwater habitats, a type of critical area, which are to be afforded a higher level of protection due to the important ecological functions they provide.⁷² Petitioners also state that shellfish beds are priority habitat and that both native and non-native shellfish of commercial importance are priority species under the SMA.⁷³ Petitioners contend that in adopting the SMP Amendment, Pierce County has failed to comply with both GMA and SMA requirements for the protection of these areas and the species dependent on the areas, as well as Pierce County's own Comprehensive Plan goals.⁷⁴ Rather, Petitioners view the SMP Amendment as one that protects shoreline residential and recreational uses and not the functions of the critical habitat of shellfish farms.⁷⁵

⁷² Petitioners' HOM Brief, at 13. ⁷³ Petitioners' HOM Brief, at 13.

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⁷⁴ Petitioners' HOM Brief, at 13-14; Petitioners Reply Brief, at 16-17. ⁷⁵ Petitioners' HOM Brief, at 14-15.

In response, Ecology argues the SMP Amendment codifies reasonable best management practices (BMPs) for aquaculture operations which, in fact, results in the protection of shellfish and shellfish beds.⁷⁶

Pierce County did not directly respond to this aspect of Petitioners' arguments.

Board Analysis and Findings

Pierce County's critical areas ordinance (CAO) was enacted in 2004 and challenged before this Board in *Tahoma Audubon Society, et al, v. Pierce County.*⁷⁷ The Board's order in that case indicates that Pierce County produced maps of its marine shorelines identifying commercial and recreational shellfish areas, eelgrass beds, forage fish spawning areas, and other priority shoreline resources to be protected.⁷⁸ Following amendments to protect salmon habitat, the County's CAO was found in compliance with the GMA.⁷⁹

In the present matter, Pierce County sought to incorporate its 2004 critical areas ordinance into the proposed SMP amendment when it enacted Ordinance 2007-34s2. The County withdrew the CAO section of the proposal when Ecology indicated it could not be considered as a limited amendment. Thus, the CAO provisions are not before us.

Any revisions necessary to critical areas to comply with the SMA and Ecology's Guidelines – to bring the CAO for shorelines within the SMA – must be considered as part of Pierce County's full SMP update process. With reference to aquaculture, Petitioners have highlighted some of the guidelines that the County should consider and Ecology must apply in the SMP process:

⁷⁹ *Tahoma Audubon*, Order Finding Compliance (Jan. 12, 2006).

⁷⁶ Ecology Prehearing Brief, at 29. Ecology filed this brief on November 10, 2009 and it will be referred to herein as **Ecology HOM Brief.**

⁷⁷CPSGMHB Case No. 05-3-0004c, Final Decision and Order (July 12, 2005.

 $[\]begin{bmatrix} 78\\ 70 \end{bmatrix}$ Tahoma Audubon, at 8-9, and 40 (Findings, Ordinance 2004-56s).

WAC 173-26-221(2)(c)(iii)
(A) Critical saltwater habitats include all ... commercial and recreational shellfish beds ...
(B) ...
All public and private tidelands or bedlands suitable for shellfish harvest shall be classified as critical areas. Local governments should consider both commercial and recreational shellfish areas. ...
WAC 173-26-020
(24) "Priority habitat" ... [includes] ... shellfish bed.
(25) "Priority species" ... [includes] ... Criterion 3. Species of recreational,

commercial, and/or tribal importance [such as] shellfish ... that are vulnerable to habitat loss and degradation.

Ecology's approval of the SMP Amendment as a limited amendment appropriately recognizes that it is an interim measure, subject, among other things, to review in the full SMP update process, where Pierce County's critical areas' inventory and regulations may be reaffirmed or revised in light of the SMP Guidelines.⁸⁰

In sum, the County has a valid critical areas ordinance that identifies and protects existing shellfish beds. Challenge to the existing CAO is untimely. The CAO is being incorporated into the County's SMP in a full update process subject to Ecology's review and approval. Petitioners' challenge based on SMA critical areas guidelines concerning shellfish beds and shellfish species is premature at present.

Conclusion

The Board concludes that, to the extent Petitioners' challenge concerning critical saltwater habitat, priority habitat and priority species is based on the GMA, it is untimely, and to the extent it is based on the SMA, it is premature. This portion of Legal Issues 5, 7, and 8 is therefore dismissed.

C. Aquaculture as a water-dependent and preferred use [Issues 4, 7, and 8]

⁸⁰ See *Citizens for Rational Shoreline Planning et al v. Whatcom County*, WWGMHB Case No. 08-2-0031, Final Decision and Order (April 20, 2009) (appeal of County CAO is timely when it is reenacted as part of a Shoreline Master Plan update).

4. Does the SMP Amendment fail to comply with the SMA, including WAC 173-26-176 and WAC 173-26-241, because it fails to plan for, foster, and give preference to aquaculture, a water-dependent and preferred use under the SMA?

The text of Issues 7 and 8 is set forth above in Section A. Petitioners combine their argument for Issue 4 with Issues 7 and 8; the Board will address this issue within the context of the Petitioners' arguments.

Positions of the Parties

Petitioners concede that they are not arguing aquaculture must be permitted in all environments under all circumstances but, rather, Ecology and the County improperly addressed a use conflict by imposing restrictions on only one use rather than balancing competing uses.⁸¹ According to Petitioners, this imbalance is demonstrated by the fact that the intent and effect of the SMP Amendment was to significantly restrict intertidal shellfish farming and that the newly-adopted use regulations, such as a substantial bond requirement, setbacks, and noise/light/access restrictions, will have a significant economic impact on shellfish farmers.⁸²

Petitioners argue the SMA requires preference to those uses, such as intertidal shellfish farming, which are water-dependent, because of the intrinsic nature of the operation; both the SMP Guidelines and the County's SMP Policies reiterate this fact.⁸³ According to Petitioners, the SMP Amendment is inconsistent with these policies because it completely prohibits intertidal aquaculture on approximately 40 percent of the County's marine shorelines without any consideration as to the restrictions which natural conditions place on potential locations.⁸⁴

⁸¹ Petitioners' Reply Brief, at 18-20.

⁸² Petitioners' HOM Brief, at 18-19.

⁸³ Petitioners' HOM Brief, at 15-16.

⁸⁴Petitioners' HOM Brief, at 18 (Natural conditions noted by Petitioners include water quality, temperature, salinity, and oxygen content. Petitioners also list "adjacent land uses" but the Board does not see these as "natural" conditions).

In response, Pierce County notes that with the adoption of the SMA, the Legislature sought to balance competing shoreline interests, but it also sought to preserve the shorelines in the best public interest.⁸⁵ Pierce County argues that, although the SMA sets forth preferred uses and seeks to foster all reasonable and appropriate uses, this does not mean any use must be allowed everywhere.⁸⁶ The County clarifies that aquaculture is permitted on 80 percent of its shorelines with only the Natural Environment prohibiting certain types of aquaculture.⁸⁷

Similarly to the County, Ecology asserts that there is nothing in the SMA or SMP Guidelines which mandates that all water-dependent or preferred uses be allowed in all environments or under any circumstances.⁸⁸ Rather, Ecology argues the SMA expressly contemplates shoreline alterations will be authorized only under limited circumstances so as to minimize ecological or environmental damage.⁸⁹ Ecology cites to this Board's holding in *Samson v. Bainbridge Island* and other cases to support this assertion, and contends that despite any particular status, the SMA still grants authority to restrict or condition these uses based on the overarching policies of the SMA.⁹⁰ Ecology contends that so long as Pierce County makes reasonable allowances for preferred uses in the jurisdiction as a whole, it is consistent with the SMA for the County to prohibit or restrict such uses to certain locations, especially for shorelines of statewide significance like Pierce County's marine shorelines.⁹¹

In addition, Ecology states that it did amend the County's proposed regulation to eliminate certain restrictions which were objected to by the aquaculture industry, but that the ones which remain, such as the bond requirement and tube marking, are not

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⁸⁵ County Response Brief, at 39-40.

⁸⁶ County Response Brief, at 40.

⁸⁷ County Response Brief, at 41.

⁸⁸ Ecology HOM Brief, at 22.

⁸⁹ Ecology HOM Brief, at 22-23.

 ⁹⁰ Ecology HOM Brief, at 23-24. Cases cited include matters before both the Shorelines Hearings Board and the Washington Courts.
 ⁹¹ Ecology HOM Brief, at 25.

unfair, do not create an unreasonable burden on shellfish farmers, and are necessary to protect the public interest in the shorelines.⁹²

Board Analysis and Findings

The Board sees Petitioners' argument as two-fold: (1) by adopting use regulations which not only restrict the location for aquaculture but result in an unfair/unreasonable burden limiting the economic viability of aquaculture operations, Pierce County is not fostering a preferred, water-dependent use – intertidal shellfish farming – within the County's shoreline environments, and (2) in enacting these regulations, the County failed to properly balance conflicting uses.

The Board notes that Pierce County has five shoreline environments – Urban, Rural-Residential, Rural, Conservancy, and Natural.⁹³ Petitioners appear to concede that Pierce County has the authority to prohibit intertidal shellfish farming outright within the Natural Environment, even if it is a preferred, water-dependent use.⁹⁴

Although aquaculture, by its very nature, is a water-dependent use and therefore can be a preferred use of the shoreline, the SMA also embodies a "legislatively-determined and voter-approved balance between protection of the state shorelines and development,"⁹⁵ with the SMA's primary purpose being "to protect the state shorelines as fully as possible."⁹⁶ As to development of the shorelines, RCW 90.58.020 states: (in part, emphasis added)

Alterations of the natural condition of the shorelines of the state, in those limited instances when authorized, shall be given *priority for* ... [list of uses] and *commercial developments which are particularly dependent on their location on or use of the shorelines* of the state ...

...

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⁹² Ecology HOM Brief, at 26-28.

⁹³ See Pierce County SMP at 14-20.

⁹⁴ See Petitioners' Reply Brief, at 18, stating: "Petitioners are not arguing that aquaculture must be permitted in all environments and under all circumstances."

Biggers v. Bainbridge Island, 162 Wn.2d 683, 597 (2007).

 ⁹⁶ The SMA speaks to such uses and expressly references commercial uses which are dependent on their location on or use of the shorelines (RCW 90.58.020); *Buechel v. Ecology*, 125 Wn.2d 196, 203 (1994).

1 2 3 4 5	Permitted uses in the shorelines of the state shall be designed and conducted in a manner to <i>minimize, insofar as practical, any resultant damage to the ecology and environment of the shoreline area</i> and any interference with the public's use of the water.
6 7 8	The SMP Guidelines, WAC 173-26, at WAC 173-26-241(2) General Use Provisions, also
9	address preferred use and the underlying need to protect the shoreline. This provision
10 11	states: (in part, emphasis added)
12 13 14 15 16 17 18	(2)(a)(i) Establish a system of use regulations and environment designation provisions that <i>gives preference to those uses that are consistent with the control of pollution and prevention of damage to the natural environment,</i> or <i>are unique to or dependent upon uses of the state's shoreline areas</i> .
19 20 21 22	2(a)(ii) Ensure that all [SMP] provisions concerning proposed development of property are established, as necessary, <i>to protect the public's health, safety, welfare, as well as the land and its vegetation and wildlife</i>
22 23 24 25 26	2(a)(iii)[I]n implementing this provision, <i>preference shall be given first to water-dependent uses</i> , then to water-related uses and water-enjoyment uses.
27 28	Ecology provides a definition of aquaculture at WAC 173-26-241(3)(b) which denotes its
29	water-dependent nature and status as preferred use: (in part, emphasis added)
2) 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48	 (b) Aquaculture. Aquaculture is the culture or farming of food fish, shellfish, or other aquatic plants and animals. This activity is of statewide interest. <i>Properly managed, it can result in long-term over short-term benefit and can protect the resources and ecology of the shoreline. Aquaculture is dependent on the use of the water area and, when consistent with control of pollution and prevention of damage to the environment, is a preferred use of the water area.</i> Local government should consider local ecological conditions and provide limits and conditions to assure appropriate compatible types of aquaculture for the local conditions as necessary to assure no net loss of ecological functions. Therefore, based on the SMA and the SMP Guidelines, the Board concludes that aquaculture, such as intertidal shellfish farming, is a water-dependent use, which is a "preferred use" and may be <i>properly managed</i> in order to be <i>consistent with control of pollution and prevention of damage to the environment.</i>
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Pierce County's SMP also sets forth policy statements in regard to Aquacultural Practices which, although promoting aquaculture, also support potential restrictions on location and operation:⁹⁷ (In part)

(d) Aquacultural operations should be encouraged to locate and operate in a manner which will preclude damage to specific fragile areas and existing aquatic resources. These operations should generally maintain the highest possible levels of environmental quality.

(f) Aquacultural enterprises should be located in areas where the navigational access of upland owners and commercial traffic is not significantly restricted.

(g) Recognition should be given to the possible detrimental impact aquacultural development might have on the visual access of upland owners and on the general aesthetic quality of the shoreline area.

Therefore, the Board concludes it is within Ecology's and Pierce County's authority to establish use and location restrictions for aquaculture operations.

Under the prior use regulations, former PCC 20.24.030, geoduck harvesting was

permitted outright in all shorelines environments.⁹⁸ With the challenged SMP

Amendment, specific reference to geoduck *harvesting* has been replaced with the more

general reference to aquaculture within all shoreline environments.⁹⁹

⁹⁷ Pierce County SMP, at 22-23.

- 1. Boat launch facilities
- 2. Fish Pens
- 3. Shellfish and seaweed rafts and floats
- 4. Racks and longlines.

⁹⁸ As the Court of Appeals noted in *Washington Shellfish v. Pierce County,* 132 Wn. App. 239, 254-257 (2006) former PCC 20.24.030 regulated two types of activities: geoduck harvesting (.030(A)) and aquaculture, including planting (.030(B)-(D)).

⁹⁹ The County's Use Regulations provide a definition of Aquaculture as well as Water-Dependent Aquaculture Uses. Pierce County Code (PCC), Chapter 20.24 provides:

PCC 20.24.010(A): Aquaculture. The commercial culture and farming of food fish, shellfish, and other aquatic plants and animals in lakes, streams, inlets, estuaries, and other natural or artificial water bodies.

PCC 20.24.010(C): Water Dependent Aquaculture Uses. All uses that cannot exist in any other location and are dependent on the water by reason of the intrinsic nature of the operation. Examples of water-dependent uses include but are not limited to the following:

Although Pierce County originally proposed to prohibit aquaculture operations that use tubes, netting, and other materials in the Urban and Rural-Residential Environments – which would undoubtedly impact geoduck farming – the County deleted this language pursuant to Ecology's recommendations.¹⁰⁰ Thus, aquaculture operations are now permitted in four of the County's five shoreline environments – in the Urban and Rural-Residential Environments subject to Shoreline Substantial Development Permit review and, in the Rural and Conservancy Environments, subject to review for a Shoreline Substantial Development Permit and/or Shoreline Conditional Use Permit.¹⁰¹ These four shoreline environments encompass approximately 80 percent of the County's shorelines. Therefore, the Board concludes that Petitioners have failed to demonstrate that the use and location restrictions in the SMP violate the preferred-use policies of the SMA and Pierce's County's SMP.

As to the second argument, Petitioners assert the SMP Amendment imposes 22 additional use restrictions, including a bond requirement, setback requirement, marking equipment, access restriction, harvest notification, noise/light and other restrictions. Petitioners argue that imposing these restrictions on a planning basis has a different impact than issuance of specific permit conditions for specific farms on a case-by-case basis.¹⁰² Petitioners not only contend that the totality of these restrictions are particularly burdensome, but that in enacting any regulation, the County was required to conduct an "informed balancing among potentially conflicting, preferred land uses," namely intertidal shellfish farming and residential and recreational uses.¹⁰³ Petitioners rely on WAC 173-26-241(3) to support their contention that the SMP Guidelines "essentially require" an "informed balancing."¹⁰⁴

- ¹⁰⁰ Pierce County Exhibit 241 Ordinance 2009-26, Attachment A.
- ¹⁰¹ Whether a SSDP or SCUP is needed is dependent on the use of structures. Petitioners cite to an Attorney General Opinion, AGO 2007 No. 1, which concluded that geoduck aquaculture does not include structures.
- HOM Transcript at 77.
- ¹⁰³ Petitioners' HOM Brief, at 17.

^{|| &}lt;sup>104</sup> Petitioners' HOM Brief, at 17 (citing to 241(3)(b) which provides (In part, emphasis added):

Aquaculture should not be permitted in areas where it would result in a net loss of ecological functions, adversely impact eelgrass and macroalgae, or *significantly conflict* with navigation and other waterdependent uses.

The Board recognizes Petitioners' concern, but finds that the local government's choice between planning-level regulations and case-by-case permit conditions may be left to the County in this case. The Board notes that the SMP Amendment also subjects recreational docks and piers to new prescriptive regulations, which have not been appealed.

Of the 22 new restrictions on intertidal aquaculture, Petitioners only submit specific arguments concerning the bond, setback, and marking requirements. The Board finds that the Record demonstrates that the PVC pipes¹⁰⁵ used for intertidal shellfish farming sometimes break, become dislodged, or are simply abandoned by farmers.¹⁰⁶ Once broken and/or dislodged, these PVC pipes are carried by the tides to other areas, thereby littering not just adjacent shorelines but the benthic community of the nearshore and pelagic environment on even distant shorelines.¹⁰⁷ These broken pipes,

¹⁰⁶ Pierce County Exhibit 213 ("Rogue tubes"); Pierce County Exhibit 130 (Removal of equipment to protect Eagle fledgings); Pierce County Exhibit 131, Slide 26 (Marine Debris caused by PVC tubes ending up in bottom of Puget Sound or left on tideland); Pierce County Exhibit 186 (Bond for cost of removal of abandoned equipment); Pierce County Exhibit 217 (Maintenance and waste disposal, abandonment of equipment, pipes/nets); Pierce County Exhibit 227 (Require bonding and labeling to ensure cleanup); Pierce County Exhibit 229 (In objecting to bond and marking requirement, Shellfish Association appears to concede that marine debris/removal is present in aquaculture operations); Pierce County Exhibit 235 (Letter from Oyster Company suggesting the marking of equipment as opposed to bond requirements but noting that farmers should be responsible for their own debris); Pierce County Exhibits 240, 241, 255, (Debris problems); Pierce County Exhibit 262 (Seattle Shellfish noting that "materials escape" can occur due to improper management); Ecology Exhibit 16 (Oct 2007 Tahoma Audubon letter - "document pollution problems", Taylor Shellfish Powerpoint, Various Public Comment Letters, inc. Pinneo "garbage left behind").

¹⁰⁵ A description of the process of geoduck planting, growing, and harvesting is provided by the Court of Appeals in Washington Shellfish v. Pierce County, 132 Wn.App. 239, 242-45 (2006). The Court notes: "To plant geoducks, WSF pushes 6- to 12-inch long, 3-inch diameter, polyvinylchloride (PVC) pipes into the shoreline using rope to quide tube placement ... WSF places geoduck seeds into the PVC pipes, covers the pipes with netting, and pins and wire-ties the netting cover in place to protect the geoduck seedlings. After six months, WSF removes the netting and pipes to allow the geoduck seeds to grow naturally ... When the planted geoducks mature five years later, divers use high-pressure water jets to harvest them from their burrows three to four feet down in the sand substrate. From a boat anchored offshore, the harvesters dive down to the bottom, insert a water jet into the sand substrate next to the geoduck, use water jets to excavate the substrate around the geoduck and loosen its grip, and then pull the geoduck out of the sand. In the process, loosened sand and silt move around in the nearby saltwater. Removal of each geoduck leaves an excavation pit in the sand substrate one and a half to two feet in diameter."

¹⁰⁷ The Board further notes that it is not just PVC pipes but the nets and ropes associated with the farming operations that can be lost to the marine environment.

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along with associated nets and ropes, could create hazards for fish and wildlife as well as other users of the waters. Thus, the bond and marking requirements are directly related to the environmental consequences of improper management, equipment failure, and/or abandonment.

The Petitioners protested that the amount of the bond, at one dollar per tube, was unrelated to the potential clean-up costs and that equipment marking was excessively costly and impracticable. But the Board did not find a clear factual record supporting Petitioners' concerns, notwithstanding more than two years of public debate and opportunity for input.¹⁰⁸ Further, Ordinance 2009-26 allows the bond to be set "at such lower amount determined adequate by the hearing examiner."¹⁰⁹ The Board concludes that Petitioners have failed to carry their burden with respect to these particular requirements, noting that the SMA Guidelines provide that aquaculture, as a preferred use, is subject to proper management so as to control pollution and protect the environment.

As for the setback requirement, unlike the bond and marking requirements, a 10-foot setback is not necessarily grounded in environmental protection but, like all setbacks, seeks to provide a buffering between adjacent uses and is required for other uses within the shoreline environment.¹¹⁰ Petitioners' argument is that the setback will preclude the use of some of a farmer's land, thus economically impacting the potential revenue stream from that farming operation. However, the Board notes that variances to setbacks are available to allow for the reasonable use of property.¹¹¹

- ¹⁰⁸ HOM Transcript, at 85-86, 88.
- ¹⁰⁹ HOM Transcript at 88.

¹¹¹ PCC 20.72.020 Shoreline Variances – acknowledging that regulations may cause unnecessary hardships in particular situations or that regulations might be unreasonable in light of new evidence, technology, or other special circumstances; HOM Transcript at 95.

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¹¹⁰ Ecology Exhibit 45; PCC, Table 18A.17.030 B.2.-1: Moderate Density residential zoning district, Pierce County requires a single family residence and its appurtenant structures to be set back a minimum of 25 feet from the road, 10 feet in the rear, and 5 feet on the side See also Table 18A.17.030 B.2.-2 for rural standards of 25 feet, 10-30 feet, and 5-10 feet, respectively.

Conclusion

The Board concludes, for the reasons stated above, that Petitioners have failed to carry their burden of proof in demonstrating Pierce County's adoption and Ecology's approval of Ordinance 2009-26 violated the SMA, RCW 90.58's, policy of fostering preferred, water-dependent uses. The Board further finds and concludes that Petitioners have failed to carry their burden to show inconsistency with respect to the restrictive regulations adopted in Ordinance 2009-26. Thus, Ordinance 2009-26 does not violate the GMA, RCW 36.70A.040(4), as it does not create inconsistency.

D. Consultation under the SMA [Issues 1 and 2]

- 1. Does the SMP Amendment fail to comply with the requirements of the Shoreline Management Act (SMA), RCW Chapter 90.58, including RCW 90.58.100, and applicable guidelines, including WAC 173-26-100 and WAC 173-26-176 because in preparing the SMP Amendment the County and Ecology failed to follow the required process outlined in RCW 90.59.100, WAC 173-26-100 and WAC-26-176 for the preparation of master programs?
- 2. Does the SMP Amendment fail to comply with the requirements of the SMA, including RCW 90.58.130, because in developing the SMP Amendment the County and Ecology failed to invite and encourage participation by all agencies of federal, state, and local government having interests or responsibilities relating to the shorelines of the state?

Positions of the Parties

Petitioners assert both Pierce County and Ecology were required to consult with

governmental agencies having interests in the subject matter of the SMP

Amendment.¹¹² According to Petitioners, consultation should have occurred with the

National Marine Fisheries Service (NMFS) and U.S. Fish and Wildlife Service (USFWS) as

both of these agencies were conducting environmental review on all shellfish farming in

Washington State under the Endangered Species Act and the Magnuson-Stevens Fishery Conservation and Management Act. ¹¹³

In their responses, Pierce County states that it sent notice to the U.S. Army Corps of Engineers and Ecology indicates it notified NMFS but NFMS did not file any comments.¹¹⁴

In reply, Petitioners contend that merely sending a notice does not amount to consultation as this requires that the County and Ecology should have both "consulted with and obtained comments."¹¹⁵

Board Analysis and Findings

The Petitioners assert that the County and Ecology failed to consult with the federal

agencies that have special expertise on the environmental effects of aquaculture

activities and failed to consider pertinent studies being conducted by those agencies in the Puget Sound.

Petitioners assert that failure to consult violates both the SMA and SMP Guidelines. RCW 90.58.100 provides: (In relevant part)

In preparing the master programs and any amendments thereto, the department and local governments shall to the extent feasible: ... (b) Consult with and obtain the comments of any federal, state, regional, or local agency having any special expertise with respect to any environmental impact;

(c) Consider all plans, studies, surveys, inventories, and systems of classification made or being made by federal ... agencies ... dealing with pertinent shorelines of the state; ...

The SMP Guidelines at WAC 173-26-100 provide: (In relevant part)

At a minimum, local government shall: ...

(3) Consult with and solicit the comments of any persons, groups, federal, state, regional, or local agency, and tribes, having interests or any special expertise with respect to an environmental impact. ...

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¹¹³ Petitioners' HOM Brief, at 30; Petitioners' Reply Brief at 30-31.

¹¹⁴ County HOM Brief at 35-37; Ecology HOM Brief at 30-32.

¹¹⁵ Petitioners' Reply Brief, at 35.

And, WAC 173-26-186(10) reiterates: (In relevant part)

Local governments, in adopting and amending master programs, and the department in its review capacity, shall, to the extent feasible, as required by RCW 90.58.100(1): ...

(b) Consult with and obtain the comments of any federal, state, regional, or local agency having any special expertise with respect to any environmental impact;

(c) Consider all plans, studies, surveys, inventories, and systems of classification made or being made by federal ... agencies ... dealing with pertinent shorelines of the state; ...

Having reviewed the record, the Board finds the following facts: The County's Shoreline Master Program Submittal Checklist includes an "interested parties list" which was used throughout the amendment process to provide notice of proposed action and public hearings. The U.S. Army Corps of Engineers (Corps of Engineers) is the only federal agency on the County's notice list.¹¹⁶ At a January 23, 2007, public hearing, a representative of Taylor Shellfish informed the Planning Commission that the Corps of Engineers was undertaking a "federal process ... for all shellfish farming in the region"¹¹⁷

Ecology provided notice to NMFS and to the U.S. Department of Agriculture (USDA), but received no comments from the federal agencies. Biological Opinions concerning the environmental impact of geoduck operations on endangered salmon and bull trout in the Puget Sound have since been issued by NMFS and USFWS respectively. This Board has previously found that these Opinions were requested after Pierce County's final submittal of the SMP Amendment to Ecology. Thus, "the body of work between the County and Ecology was completed prior to both the request for preparation and the issuance" of the NMFS and USFWS reports.¹¹⁸

On these facts, did the County and Ecology comply with the requirement to "consult with and solicit the comments" of the federal agencies with the relevant responsibility

¹¹⁶ SMP IR 4-83, at 3.

¹¹⁷ SMP IR 9-173, at 6 (Diane Cooper).

 ¹¹⁸ Order on Request for Official Notice and Motion to Supplement the Record (Oct. 13, 2009), at 4.

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and expertise? The parties have not cited nor has the Board found any case law shedding light on these provisions of the SMA and SMP Guidelines.¹¹⁹ On its face, the requirement of consultation would appear to require more than mere notice. Common definitions of "*notice"* are "an announcement, a mention, or the report of an occurrence."¹²⁰ By contrast, consultation implies a two-way communication. "*Consult"* means "to ask the advice or opinion of; to confer," and "*confer*" means "to exchange views."¹²¹

The common understanding that "consultation" requires more than mere notice is supported by the Pollution Control Hearings Board in a case construing the consultation requirement in the State's water permit regulations.¹²² In the *Yakama* case, the PCHB stated:

We conclude consultation does not require negotiations. On the other hand, it requires more than a letter of notice of the possibility of consultation. ... We construe [the water permit regulation] as requiring Ecology to engage in a meaningful, continuing consultation with the listed agencies, including the appropriate Indian tribes.

The water permit regulations at issue in *Yakama* can be distinguished, however, because tribal and agency evaluation of permit conditions is a prerequisite of permit approval.¹²³ There is no similar requirement in the SMA.

Notwithstanding the weight of the SMA requirement to consult and solicit comments from relevant federal agencies, the Board concludes that Petitioners in the present case have not carried their burden of proving non-compliance. Petitioners base their argument narrowly on the County and Ecology's failure to involve NMFS and USFWS, which allegedly were undertaking relevant studies concurrently. But, in fact, the NMFS

¹¹⁹ SEPA rules distinguish between agencies with specialized expertise and responsibility which must be "consulted" (WAC 197-11-724) and others which must merely be "notified." A "consulted" agency has "a responsibility to respond in a timely and specific manner to requests for comments" (WAC 197-11-502(2)) and is barred from alleging non-compliance if it fails to respond or comment. WAC 197-11-545. ¹²⁰ Miriam-Webster Collegiate Dictionary 1998.

¹²¹ *Id*.

¹²²Confederated Tribes and Bands of Yakama Nation, et al v. Department of Ecology, et al PCHB Case No. 03-030 through -036 (Oct. 2003) (affirmed in an unpublished opinion of the Court of Appeals, Division III – Kennewick Public Hospital District v. PCHB, et al 2005 Wash. App. LEXIS 454 (March 17, 2005).

and USFWS Biological Opinions were not even initiated until after the County's revised SMP Amendment was submitted. Under the SMA, Ecology and local governments shall "*to the extent feasible* ... consult with and obtain the comments of [federal agencies] ... [and] consider all ... studies ... made or being made by [federal agencies]." ¹²⁴ Petitioners have not pointed to anything in the Record, beyond bare assertions, indicating the feasibility of obtaining opinions and studies about geoduck farming from NMFS and USFWS (or the U.S. Army Corps of Engineers) in the necessary time period. As Ecology points out, "[I]t is not incumbent on Ecology or local government to consider information that was not in existence at the time the agency's substantive action was taken."¹²⁵

Conclusion

The Board concludes that Petitioners have failed to carry their burden of proof in demonstrating Pierce County's adoption and Ecology's approval of Ordinance 2009-26 violated the requirements of RCW 90.58.100(1) and WAC 173-26-186(10).

E. Property Rights and Constitutional Limitations under the SMA [Issue 5]

The relevant portion of Legal Issue 5 is as follows:

Does the SMP amendment fail to comply with the SMA, including the policy of RCW 90.58.020 and applicable guidelines ... because the county in preparing the SMP amendment ... failed to design and implement regulations and mitigation standards in a manner consistent with all relevant constitutional and other legal limitations on the regulation of private property?

Board Findings and Analysis

RCW 90.58.020 enunciates the overall policy of the SMA. Regarding private property

rights, Section .020 states:

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[C]oordinated planning is necessary in order to protect the public interest associated with the shorelines of the state, while, at the same time,

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    <sup>123</sup> WAC 173-531A-060, WAC 173-563-020(4).
    <sup>124</sup> WAC 173-26-186(10).
    <sup>125</sup> Ecology's HOM Brief, at 32.
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recognizing and protecting private property rights consistent with the public interest.

WAC 173-26-186 provides the "Governing Principles" of the SMP Guidelines. One of these principles, repeated in Sub-sections (5) and (8)(b) (i), is that planning policies and regulations shall be "consistent with all relevant constitutional and other legal limitations on the regulation of private property."

Petitioners assert that the State Callow and Bush Acts, adopted in 1895, ¹²⁶ provided for private purchase of tidelands for the sole purpose of shellfish farming.¹²⁷ Ownership of purchased tidelands reverts to the state if the lands are used for any purpose other than shellfish farming. Petitioners argue: "The County's prohibition of the only possible use of these Bush and Callow tidelands results in an unconstitutional regulatory taking of property."¹²⁸ At the Hearing on the Merits, Petitioners expanded their argument to assert that the County has a duty to inventory its shorelines to determine where Bush and Callow ownerships might be impacted by the new aquaculture restrictions in order to avoid unconstitutional limitations on use of private property.¹²⁹ None of the parties provided any information from the record as to whether there are, in fact, Bush and Callow ownerships in the Pierce County Shorelines Natural Environment.

The Growth Management Hearings Boards have long recognized that determinations of constitutional rights are within the jurisdiction of constitutional courts, not quasi-judicial administrative agencies.¹³⁰ In the Central Board's cases under the GMA, the Board declines to address constitutional "takings" claims. Instead, the Board applies the criteria of the property rights goal of the GMA – RCW 36.70A.020(6) – which protects

¹²⁶ Chapter 24, Laws of 1895 (Bush Act); Chapter 25, Laws of 1895 (Callow Act).

¹²⁷ Petitioners' HOM Brief, at 31-32.

¹²⁸ Petitioners' HOM Brief, at 32.

¹²⁹ HOM Transcript, at 39-40, 91-92.

¹³⁰ See, e.g., *Dudek/Bagley v. Douglas County*, EWGMHB Case No. 07-1-0009, Order on Motions (Sep. 26, 2007), *Roth, et al v. Lewis County*, WWGMHB Case No. 04-2-0014c, Order on Motions (Sep. 10,

^{2004),} *Gutschmidt v. Mercer Island*, CPSGMHB Case No. 92-3-0006, Final Decision and Order (Mar. 16, 1993), at 10.

property owners from "arbitrary and discriminatory" actions.¹³¹ Are there comparable criteria in the SMA or in Ecology's SMP Guidelines which the Board should apply? The Board finds none.

In the case before us, the Petitioners have not pointed to any standard in the SMP Guidelines short of the constitutional standard. WAC 173-26-186 provides, in both Sections (5) and (8)(b)(i), that planning policies and regulations shall be "consistent with all relevant constitutional and other legal limitations on the regulation of private property."¹³² But no criteria are provided, other than constitutional compliance, which the Board lacks jurisdiction to review.

Accordingly, the constitutional component of Legal Issue 5 must be dismissed.

Conclusion

The Board finds and concludes that it has no jurisdiction to decide the question of property rights raised in Legal Issue No. 5. The constitutional component of Legal Issue 5 is dismissed.

VI. ORDER

Based upon review of the Petition for Review, the briefs and exhibits submitted by the parties, the Growth Management Act, the Shoreline Management Act and related administrative regulations, prior Board Orders and case law, having considered the arguments of the parties, and having deliberated on the matter, the Board finds and

¹³¹ See, e.g., *Cave/Cowan v. City of Renton,* CPSGMHB Case No. 07-3-0012, Final Decision and Order (July 30, 2007), at 16; *Camwest III v. City of Sammamish*, CPSGMHB Case No. 05-3-0045, Final Decision and Order (Feb. 21, 2006), at 41-43; *Keesling v. King County*, CPSGMHB Case No. 05-3-0001, Final Decision and Order (July 5, 2005), at 32.

¹³² WAC 173-26-186(5) explains the phrase "other legal limitations" with a parenthetical – "other legal limitations (where applicable, statutory limitations such as those contained in chapter 82.02 RCW and RCW 43.21C.060) on the regulation of private property." Petitioners are not alleging that the other referenced statutes are applicable here. Indeed, the Boards lack jurisdiction to review compliance with

these other statutes, even though they are referenced in Ecology's SMA guidelines. *Citizens for Rational*

Shoreline Planning, et al. v. Whatcom County, WWGMHB Case No. 08-2-0031, Order on Dispositive Motion, (Jan. 16, 2009), at 5-8.

concludes that **Petitioners have failed to demonstrate** that Pierce County's and Ecology's actions in adopting and approving the amendments to the County's Shoreline Use Regulations, Chapter 20, as enacted by Ordinance 2009-26 violated the provisions set forth in Petitioners' issue statements. Therefore, CPSGMHB Case No. 09-3-0010 is **dismissed.**

So ORDERED this 19th day of January, 2010.

CENTRAL PUGET SOUND GROWTH MANAGEMENT HEARINGS BOARD

Dave Earling, Board Member Presiding Officer

Margaret Pageler, Board Member Except as to Issue 3 in relation to WAC 173-26-201(1)(c), see Dissenting Opinion below.

Dissent, in Part, by Boardmember Pageler

I concur in most part in the Final Decision and Order of the Board. With regard to the Limited Amendment analysis under Legal Issue 3, I respectfully dissent as to one element of the decision. I would find that the SMP amendment will affect a substantial portion of the County's shorelines, and thus I would conclude that a Limited Amendment is not allowable.¹³³

The County's early proposal – Ordinance 2008-25 - prohibited intertidal geoduck farms in the Urban and Rural-Residential Environments as well as the Natural Environment.¹³⁴ In reviewing the proposed ban in the Urban and Rural-Residential Environments,

¹³³ WAC 173-26-201(1)(c).

¹³⁴ Urban and Rural-Residential Environments constitute 30% of Pierce County's saltwater shorelines; the Natural Environment constitutes 20%. Declaration of Aaron Michael, Attachment B.

Ecology concluded that it was improper to prohibit allowed uses through a limited amendment process. Ecology pointed out that no inventory or characterization had been completed for these areas, and therefore the amount and location of potential sites suitable for intertidal aquaculture was unknown.¹³⁵ "This lack of information makes it unclear whether prohibiting the activity within Urban and Rural-Residential environments will remove some or all of the potential area feasible for intertidal geoduck aquaculture... Ecology believes that without the inventory and analysis, prohibitions on these activities cannot be supported." *Id.*

Ecology therefore informed the County that a full SMP process was required before these water-dependent activities could be barred in the Urban and Rural-Residential Environments.

Ecology did not apply the same analysis to the ban on intertidal aquaculture in the Natural Environment. Ecology indicates that Pierce County's pre-amendment SMP barred these practices, so that the amendment was only a clarification. Board member Earling correctly emphasizes the deference that is owed to Ecology in its interpretation and application of its own regulations and guidelines. However, we owe Ecology no deference in its interpretation of Pierce County's regulations, and in my opinion, Ecology clearly erred.

Pierce County's pre-amendment SMP read, in relevant part:¹³⁶

Natural Environment. Aquaculture operations are limited to fishing and the *harvesting* of wild and *planted stocks* for recreation and *commercial* purposes. Operations which do not involve the placement of structures or fill in the aquatic or terrestrial environment will be allowed as a conditional use ... Operations involving structural developments are prohibited.

The plain language of the pre-amendment regulation allows commercial operations, including planting and harvesting of shellfish, which do not involve placement of

 ¹³⁵ Ecology Exhibit 49, Attachment A, at 6.
 ¹³⁶ PCC 22.24.030(D) (Pre-amendment language).
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structures or fill. As evidence of the plain language of the regulation, at least one permit for an intertidal geoduck operation was issued by Pierce County under this regulation.¹³⁷ Further, the Court of Appeals in the *Washington Shellfish* case read this provision as permitting intertidal geoduck operations, including planting and harvesting, in the Natural Environment, noting that such operations, when not involving structures or fill, are both a conditional use and subject to shoreline substantial development permits.¹³⁸

During the SMP Amendment process, Pierce County indicated to Ecology that its existing regulations previously banned intertidal geoduck farming in the Natural Environment and merely needed to be clarified in light of the AGO Opinion defining "structures." Ecology apparently relied on this interpretation in concluding that a limited amendment process was acceptable. This conclusion was not supported by the facts.

I would find as follows:

- Pierce County's pre-amendment SMP allowed commercial intertidal geoduck planting and harvesting in the Natural Environment.
- Ecology's interpretation of Pierce County's regulations was based on the understanding that geoduck aquaculture was already banned in the Natural Environment and that the SMP Amendment would preserve the status quo. This interpretation was in error and is not entitled to deference.
- When Ecology applied its own regulations to Pierce County's proposed ban of intertidal geoduck farming in the Urban and Rural-Residential Environments, Ecology concluded that a permitted, water-dependent use could not be prohibited without an inventory and analysis; therefore a limited amendment was not allowed for these changes.
- Pierce County has conducted no inventory and analysis of the Natural shorelines to determine whether removing the activity will prohibit some or all of the areas suitable for intertidal geoduck aquaculture; therefore a limited amendment should not be allowed.

I would conclude that Ecology's action in approving Pierce County's SMP Amendment through a limited amendment process was inconsistent with the guidelines of WAC 173-

¹³⁷ See *Taylor Resources, Inc. v. Pierce County*, SHB Nos. 08-010 & 08-017, Order Denying Motion to Dismiss (Nov. 7, 2008) at 12, n.3 (declining to give Pierce County's changed interpretation of its shoreline provisions substantial weight).

26-201(1), in particular -201(1)(c). I would remand to Pierce County for consideration as part of the full SMP update process.

In all other respects, I concur with the Final Decision and Order.

Pursuant to RCW 36.70A.300 this is a final order of the Board.¹³⁹

¹³⁸ Washington Shellfish v Pierce County, 132 Wn. App. 239, at 256-57, 131 P.3d 326, 334 (2006).
¹³⁹ <u>Reconsideration</u>. Pursuant to WAC 242-02-832, you have ten (10) days from the date of mailing of this Order to file a motion for reconsideration. The original and three copies of a motion for reconsideration, together with any argument in support thereof, should be filed with the Board by mailing, faxing or otherwise delivering the original and three copies of the motion for reconsideration directly to the Board, with a copy served on all other parties of record. <u>Filing means actual receipt of the document at the Board office.</u> RCW 34.05.010(6), WAC 242-02-240, WAC 242-02-330. The filing of a motion for reconsideration is not a prerequisite for filing a petition for judicial review. <u>Judicial Review</u>. Any party aggrieved by a final decision of the Board may appeal the decision to superior Court as provided by RCW 36.70A.300(5). Proceedings for judicial review may be instituted by filing a petition in superior Court according to the procedures specified in chapter 34.05 RCW, Part V, Judicial Review and Civil Enforcement. The petition for judicial review of this Order shall be filed with the appropriate Court and served on the Board, the Office of the Attorney General, and all parties within thirty days after service of the final order, as provided in RCW 34.05.542. Service on the Board may be accomplished in person or by mail, but service on the Board means <u>actual receipt of the document at the</u>

Board office within thirty days after service of the final order. A petition for judicial review may not be served on the Board by fax or by electronic mail.
 Service. This Order was served on you the day it was deposited in the United States mail. RCW

50 34.05.010(19).

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