#### BEFORE THE STATE OF WASHINGTON ENERGY FACILITY SITE EVALUATION COUNCIL

In the Matter of Whistling Ridge Energy, LLC's September 13, 2023 Request to Extend the Term of the 2012 Site Certification Agreement for the Whistling Ridge Energy Project

In the Matter of Whistling Ridge Energy, LLC's September 13, 2023 Application to Transfer the 2012 Site Certification Agreement for the Whistling Ridge Energy Project to Twin Creeks Timber, LLC as the New Parent of Whistling Ridge Energy, LLC

#### FRIENDS OF THE COLUMBIA GORGE'S OBJECTIONS TO HEARINGS PROCESS AND SCHEDULING MOTION

#### I. INTRODUCTION

The Energy Facility Site Evaluation Council ("EFSEC") is violating applicable law in numerous ways in the two above-referenced matters, both of which involve pending proposals by Whistling Ridge Energy, LLC ("WRE") to modify the Site Certification Agreement ("SCA") for the Whistling Ridge Energy Project ("WREP" or "Project").<sup>1</sup>

First, EFSEC is violating the Open Public Meetings Act ("OPMA"), RCW Chapter 42.30, by scheduling, publicly noticing, and holding "remote" (a.k.a. "virtual only") public hearings. This violates OPMA, which requires EFSEC to allow interested persons to physically attend the hearings in person to testify, listen to, and observe the hearings and the Council's actions.

Second, EFSEC is violating the Council's Rules, Washington's appearance of fairness doctrine, and the Energy Facilities Site Locations Act ("EFSLA"), RCW Chapter 80.50, in failing or refusing to provide *any* public notice regarding the pending proposals, the scheduled

<sup>&</sup>lt;sup>1</sup> On September 18, 2023, Friends moved the Council to consolidate the above-captioned matters, except that the hearings for each matter must be held separately. On April 16, 2024, Friends formally renewed that motion, which remains pending. The instant filing applies to both of these matters, whether or not they are consolidated.

public hearings, and the current opportunities for submitting written comments on these proposals to hundreds of people known by EFSEC to be deeply interested in the Project. These interested persons appear on EFSEC's own mailing and email lists for the Project and are entitled to notice, plus Friends repeatedly requested in advance that these interested persons continue to receive EFSEC's notices for the Whistling Ridge Energy Project. Unfortunately, EFSEC has either failed or refused to do so, and instead has only used notification lists that excluded these interested parties, thus leaving them completely in the dark about what is currently proposed for the Project.

Third, EFSEC is violating the State Environmental Policy Act ("SEPA"), RCW Chapter 43.21C, EFSLA, the Council's Rules, and the appearance of fairness doctrine by scheduling and holding public hearings prior to the preparation by WRE of SEPA environmental checklist(s) for WRE's proposals to modify the SCA, and prior to the preparation and issuance by the EFSEC Director of SEPA threshold determination(s) on the pending proposals. SEPA requires integration with agencies' review processes *at the earliest possible time*. EFSEC has had WRE's proposals in hand for nearly eight months, and yet has apparently not even begun to comply with SEPA. EFSEC's failures violate the letter and intent of SEPA and its implementing rules.

Finally, EFSEC is violating the appearance of fairness doctrine by requiring Friends of the Columbia Gorge ("Friends") and Save Our Scenic Area ("SOSA") to submit our evidence and arguments on WRE's pending proposals now, as part of an OPMA public hearings process, before we know whether the Council will grant our currently pending Application for an Adjudicative Proceeding. This prejudices Friends and SOSA by forcing us to prematurely file all of our arguments and the limited evidence currently available to us, as part of the OPMA process, without being able to obtain and further evaluate this evidence with the benefit of discovery rights and a full adjudication before having to file our arguments and evidence, and without any knowledge as to whether there will or will not be an adjudication (or adjudications) in these matters.

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FRIENDS' OBJECTIONS TO HEARINGS PROCESS & SCHEDULING MOTION – 2

Friends objects to EFSEC's hearings process in the above-referenced matters and moves the Chair (or the Council) to cancel the scheduled May 16, 2024 hearings and to ensure proper and sufficient public notice of rescheduled in-person or "hybrid" public hearings to EFSEC's lists of persons interested in the Whistling Ridge Energy Project—after a SEPA environmental checklist and threshold determination(s) are prepared, and after the Council decides Friends and SOSA's pending Application for an Adjudicative Proceeding—in full compliance with OPMA, SEPA, EFSLA, the Council's Rules, and Washington's appearance of fairness doctrine.

#### **II. APPLICABLE AUTHORITY**

Both of the above-captioned matters involve requests to modify the Whistling Ridge Site Certification Agreement. The first proposal is to extend the term of the Whistling Ridge SCA (hereinafter "Extension Request"). Upon receiving such a request, "[t]he [C]ouncil will consider the request and determine a schedule for action at the next feasible [C]ouncil meeting." WAC 463-66-030. In addition, "[t]he [C]ouncil shall hold one or more public hearing sessions upon the request for amendment at times and places determined by the [C]ouncil." *Id*.

The other above-captioned matter involves an application to transfer the Whistling Ridge SCA to a new owner (hereinafter "Transfer Application"). Upon receipt of such an application, the Council must "hold an informational hearing on the application." WAC 463-66-100(4). Prior to holding this required public hearing, EFSEC must mail a public notice to "all persons" on EFSEC's mailing list for the project. *Id*.

Both of these required public hearings are subject to OPMA and the Council's Rules for OPMA public meetings. *See* RCW 42.30.020(4) (defining "meeting" as "meetings at which action is taken"), 42.30.020(3) (defining "action" as "the transaction of the official business of a public agency by a governing body including but not limited to receipt of public testimony, deliberations, discussions, considerations, reviews, evaluations, and final actions"); WAC 463-18-050 (governing EFSEC's OPMA proceedings).

RCW 42.30.080(1) and WAC 463-18-050(3)(a) authorize the Chair or a majority of the voting members of the Council to schedule EFSEC public meetings, including public hearings

that fall within the scope of OPMA. All EFSEC meetings are "special meetings," rather than "regular meetings." WAC 463-18-050(2), (3).

For EFSEC's review of proposals involving wind energy projects, EFSLA urges "a public process that is transparent and inclusive to all." RCW 80.50.010. For all energy projects, including wind energy projects, EFSLA also "encourag[es] meaningful public comment and participation in energy facility decisions." RCW 80.50.010(6).

OPMA prohibits agencies from holding so-called "virtual-only" or "remote" meetings, unless certain exceptions are met. *See* RCW 42.30.030, 42.30.230.

Specifically, "[a]ll meetings of the governing body of a public agency shall be open and public and all persons shall be permitted to attend any meeting of the governing body of a public agency, except as otherwise provided in this chapter." RCW 42.20.030(1). As interpreted by the Washington Attorney General,

permitting "all persons . . . to attend" a meeting [of an agency's governing body] requires the meeting to occur at a physical location where interested persons can be present to listen to and observe the governing body's actions. This reading is consistent with the purpose of the OPMA "to permit the public to observe the steps employed to reach a governmental decision." *West v. Washington Ass'n of County Officials*, 162 Wn. App. 120, 131, 252 P.3d 406 (2011) (citing *Eugster v. City of Spokane*, 128 Wn. App. 1, 7, 114 P.3d 1200 (2005)).

AGO 2017 No. 4 at 8 (Mar. 21, 2017).

In 2022, in the wake of the COVID-19 pandemic, the Washington Legislature revised OPMA to make key changes pertinent here. As an alternative to holding strictly in-person public meetings as contemplated by RCW 42.20.030(1), agencies may also hold what are often called "hybrid" public meetings, which allow interested persons to either physically attend the meetings in person or "through real-time telephonic, electronic, internet, or other readily available means of remote access that do not require an additional cost to access the meeting." RCW 42.20.030(2).

However, in contrast with hybrid meetings, so-called "remote" or "virtual only" meetings, described in the statute as "a remote meeting of the governing body without a physical location, RCW 42.30.230(1)(a), as well as "limited" meetings, described as "a meeting of the governing

body at which the physical attendance by some or all members of the public is limited due to a declared emergency," RCW 42.30.230(1)(b), may be held only under specific exceptions.

First, a remote or limited meeting may only be held "after the declaration of an emergency by a local or state government or agency, or by the federal government," and only if the "agency determines that it cannot hold a meeting of the governing body with members or public attendance in person with reasonable safety because of the emergency." RCW 42.30.230(1). Second, a remote or limited meeting may be held by any "agency which held some of its regular meetings remotely prior to March 1, 2020." RCW 42.30.230(6). EFSC does not hold, and has never held, regular meetings. WAC 463-18-050(2).

Any action taken in violation of OPMA (including failure to take such action "in a meeting open to the public" or a failure to provide proper public notice) "shall be null and void." RCW 42.30.060(1); *see also* AGO 2017 No. 4 at 9–10 ("[A]ctions taken by a governing body are 'null and void' unless the meeting is open to the public and proper notice has been given.") (quoting RCW 42.20.060(1)).

Pursuant to the Council's SEPA Rules, the decisionmaker is the Council, while the SEPA responsible official is the EFSEC Director (referenced in these Rules by her former title, the EFSEC Manager). WAC 463-47-050, -051.

As the SEPA responsible official, the EFSEC Director is responsible for "[c]oordinating activities to comply with SEPA and encouraging consistency in SEPA compliance," "[p]roviding information and guidance on SEPA . . . to [the] council" and the public, "maintaining the files for . . . SEPA matters," "[w]riting and/or coordinating EIS preparation," and "[f]ulfilling the council's other general responsibilities under SEPA and the SEPA rules." WAC 463-47-140.

The Council's SEPA Rules, including general SEPA rules adopted by incorporation by the Council (*see* WAC 463-47-020) require applicants such as WRE to prepare and submit an environmental checklist, WAC 197-11-060(2)(b), -100(1), -315, 463-47-060(1), unless the EFSEC Director prepares the checklist herself, WAC 197-11-315(4). The applicable SEPA Rules also require the EFSEC Director to issue a SEPA threshold determination on any proposed

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action that is not categorically exempt from SEPA review, WAC 197-11-060(2)(b), -100(2), -310, -330, -335, 463-47-070(1).

Pursuant to applicable SEPA Rules, "[t]he SEPA process shall be integrated with agency activities at the earliest possible time to ensure that planning and decisions reflect environmental values, to avoid delays later in the process, and to seek to resolve potential problems," WAC 197-11-055(1), "[a] proposal exists when an agency is presented with an application or has a goal and is actively preparing to make a decision on one or more alternative means of accomplishing that goal *and* the environmental effects can be meaningfully evaluated." WAC 197-11-055(2)(a), "[a]t the latest, the lead agency shall begin environmental review, if required, when an application is complete," WAC 197-11-055(3)(a), "[t]he lead agency shall prepare its threshold determination and environmental impact statement (EIS), if required, at the earliest possible point in the planning and decision-making process, when the principal features of a proposal and its environmental impacts can be reasonably identified," WAC 197-11-055(2), and "[t]he fact that proposals may require future agency approvals or environmental review shall not preclude current consideration, as long as proposed future activities are specific enough to allow some evaluation of their probable environmental impacts." WAC 197-11-055(2)(a)(i).

Washington's appearance of fairness doctrine applies to EFSEC's proceedings. *Residents Opposed to Kittitas Turbines v. EFSEC* (*"ROKT v. EFSEC*"), 165 Wn.2d 275, 313–17, 197 P.3d 1153 (2008). Under this doctrine, "[i]t is axiomatic that, whenever the law requires a hearing of any sort as a condition precedent to the power to proceed, it means a fair hearing, a hearing not only fair in substance, but fair in appearance as well." *Smith v. Skagit County*, 75 Wn.2d 715, 739, 453 P.2d 832 (1969).

EFSEC decisions are subject to judicial review of "the process used" in arriving at the challenged decision. *ROKT v. EFSEC*, 165 Wn.2d at 304.

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#### **III. EVIDENCE RELIED UPON**

These Objections and Scheduling Motion rely upon the accompanying Declaration of Nathan J. Baker ("Baker Declaration") and Exhibits attached thereto, and on the pleadings and filings in the above-captioned matters.

#### **IV. RELEVANT FACTS**

Both of the above-captioned pending matters involve the Whistling Ridge Energy Project, one of the most controversial, problematic, and environmentally consequential wind energy projects ever reviewed by EFSEC.

Over the course of approximately three years—from 2009 to 2012—hundreds of interested persons and entities participated in EFSEC's review of, and submitted written and oral comments and testimony regarding, the Project. Eighty-six percent of these public comments opposed or expressed concerns about the Project. Concerns were raised by hundreds of individual citizens, and by several public resource management agencies, tourism groups, and environmental organizations, including the National Park Service, the U.S. Forest Service, the Washington Department of Natural Resources, the Washington Counsel for the Environment, the Skamania County Agri-Tourism Association, Sustainable Travel International, Friends of the Historic Columbia River Highway, Seattle Audubon Society (now Birds Connect Seattle), Vancouver Audubon Society, Kittitas Audubon Society, Columbia Gorge Audubon Society, American Bird Conservancy, Conservation Northwest, and the Gifford Pinchot Task Force (now the Cascade Forest Conservancy).

During its review process from 2009 to 2012, EFSEC developed and compiled multiple lists of persons known to EFSEC to be interested in the Whistling Ridge Energy Project, including hundreds of people who submitted comments on the Project. Throughout its proceedings during that three-year period, EFSEC consistently provided notice of its hearings and actions to these lists by both postal mail and email. (Baker Decl. at  $\P$  6 & Exs. A, B.) EFSEC retains these lists of interested persons today. (*Id.* at  $\P$  6 & Exs. A, B.)

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On April 25, 2024, Friends and SOSA filed an Application for an Adjudicative Proceeding in the above-captioned matters. In this Application, Friends and SOSA are applying, pursuant to RCW 34.05.413(1) and (2), for the Council to conduct an adjudicative proceeding (or proceedings) for both the Extension Request and Transfer Application.

The next day after Friends and SOSA filed the Application for an Adjudicative Proceeding, *i.e.*, on April 26, 2024, EFSEC issued a "Notice of Public Hearings and Opportunities for Public Comment" (hereinafter "Hearing Notice"). The Hearing Notice announces separate public hearings on the pending Transfer Application and Extension Request, both to be held on the evening of May 16, 2024.<sup>2</sup> The Hearing Notice indicates that "EFSEC proposes to hold two virtual public hearings on the evening of May 16, 2024" and further states that the Council "will hold two separate, but consecutive, virtual public hearings [on that evening] to provide an opportunity for citizens, stakeholders, and interested persons or organizations to receive information and to provide comments on each of the two requests." (Hearing Notice at 1.) Finally, the Hearing Notice describes the hearings as "remote meetings" and indicates that "[1]hese hearings are being held remotely and may be attended virtually via Microsoft Teams online or via telephone." (*Id.* at 2.) The Hearing Notice provides no option for in-person attendance at a physical location.

Although EFSEC retains its mailing and email lists for the WREP compiled in 2009 to 2012, it has not used these lists for notifying interested persons about the pending Transfer Application and Extension Request, nor to send the Hearing Notice or otherwise announce the public hearings. (Baker Decl. at ¶¶ 4–9 & Exs. A, B.) Over the past several months, Friends has repeatedly asked EFSEC to use these lists for providing notice, but EFSEC has either failed or is unwilling to do so. (*Id.* at ¶¶ 10–17 & Exs. A–E.) As a result, hundreds of people whom the agency knows have deep interests in the Whistling Ridge Energy Project are being kept completely in the dark about the pending proposals regarding the Project, the upcoming

 $<sup>^2</sup>$  It has not been publicly stated who made the decision to schedule the May 16, 2024 public hearings. Friends will assume for purposes of this filing that the hearings were scheduled by the Council Chair in accordance with WAC 463-18-050(3)(a).

scheduled public hearings, and the current opportunities for submitting written comments. As explained in the accompanying Baker Declaration, "approximately 99% of the people known to be interested in the Project have not been receiving EFSEC's notifications regarding the Project in 2023 and 2024." (*Id.* at  $\P$  9.)

The Hearing Notice indicates that EFSEC will accept written comments on the Extension Request and Transfer Application, but it is unclear whether the record(s) will be kept open for such written comments after the public hearings. Although the Hearing Notice states that comments may be submitted via email and by postal mail, no deadline is stated by which any email must be sent or by which any postal mail must be postmarked. The Hearing Notice also states that comments may be submitted via effective via EFSEC's online commenting portal at https://comments.efsec.wa.gov/, but only during each public hearing. The Hearing Notice possibly implies that written comments *might* be accepted after the conclusion of the public hearings, but perhaps only in the event that oral comments to provide [oral] comments, and any additional comments will be directed to be submitted online or by postal mail." (Hearing Notice at 2.)

Based on these facts, and in the absence of any clarifications from EFSEC, the most cautious interpretation regarding the pending Transfer Application and Extension Request is that EFSEC intends for all comments submitted via email and via EFSEC's online commenting portal to be submitted prior to the close of the respective May 16, 2024 public hearings, and for all comments submitted via postal mail to be postmarked by May 16, 2024. Thereafter, written public comment opportunities would only be available if and when EFSEC schedules any action item(s) involving the Whistling Ridge Energy Project.<sup>3</sup>

Both the Extension Request and the Transfer Application were submitted to EFSEC on September 13, 2023. As far as Friends is aware, neither application has been revised,

<sup>&</sup>lt;sup>3</sup> See, e.g., Baker Decl. at ¶ 24 & Ex. G (various EFSEC public notifications regarding the Desert Claim Wind Power Project posted and/or disseminated by EFSEC in 2023.)

supplemented, replaced, or superseded since its filing nearly eight months ago. If any such filings have been made, they have not yet been released to the public.

It is unclear whether the Extension Request and Transfer Application have been deemed complete by EFSEC staff. At the same time, there is no evidence that EFSEC staff have deemed these applications *incomplete* in the nearly eight months since they were submitted. (*See* Baker Decl. at  $\P$  22.)

Under applicable law, the term of the Whistling Ridge SCA expired on March 5, 2022 (ten years after the "effective date" of the SCA), because WRE neither started construction nor began commercial operation by that deadline. WAC 463-68-030, -080(1), -080(2) ("within ten years of the effective date"). Furthermore, WRE lost "all rights" under the SCA at the latest on November 18, 2023, ten years after the SCA was fully executed. (WREP SCA at p. 8, § I.B ("within ten (10) years of the execution of the SCA").) Thus, the Project cannot be constructed and operated—and its significant environmental impacts cannot and will not occur—unless the Council decides to approve the pending Extension Request and Transfer Application.<sup>4</sup>

In addition, WRE's Extension Request discloses that extending the term of the SCA to November 2026 would allow WRE "to propose the installation of fewer but taller wind turbine generators and associated facilities within the designated and approved micrositing corridors." (Extension Request at 5.)

As far as Friends and SOSA are aware, WRE has not prepared or submitted any SEPA environmental checklist(s) for the Extension Request or Transfer Application. Nor has the EFSEC Director (EFSEC's SEPA responsible official) issued any threshold determination(s) or any other SEPA decision on either proposal. If any of these materials exist, they have not been made available to the public or released to Friends in response to various public records requests. (*See* Baker Decl. at ¶ 23.)

<sup>&</sup>lt;sup>4</sup> There are numerous disputed legal issues in these matters involving whether the Council has the authority to revive an expired SCA under which all rights have been lost, and to do so as "amendments" to the SCA. These issues will need to be resolved by the Council, hopefully sooner rather than later.

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#### V. REQUESTED RELIEF

WAC 463-18-050(3)(a) gives the Council Chair (and/or the Council) authority over the scheduling of EFSEC's special meetings, including the public hearings in these matters.

Friends requests that the Council Chair (or the Council) cancel the scheduled May 16, 2024 public hearings and the comment deadline associated therewith.

Friends also requests that the Chair (or the Council) ensure proper and sufficient public notice in the future—*after* SEPA environmental checklist(s) and threshold determination(s) are prepared for WRE's pending proposals, and *after* the Council decides whether to grant Friends' and SOSA's pending Application for an Adjudicative Proceeding—to EFSEC's full mailing and email lists for persons known to be interested in the Whistling Ridge Energy Project—of rescheduled in-person or "hybrid" public hearings in full compliance with OPMA, SEPA, the Council's Rules, and Washington's appearance of fairness doctrine.

#### VI. ARGUMENT

### A. EFSEC is violating OPMA by scheduling, publicly noticing, and holding "remote" (a.k.a. "virtual-only") public hearings.

As discussed above, OPMA requires that EFSEC's meetings must be "open and public and all persons shall be permitted to attend any meeting" of the Council. RCW 42.30.030(1). This means that "interested persons" must be given the ability to attend the meetings at a "physical location" in order to "be present to listen to and observe the governing body's actions." AGO 2017 No. 4 at 8 (citing RCW 42.30.030(1)).

EFSEC may hold an entirely in-person meeting pursuant to RCW 42.30.030(1), or a "hybrid" meeting pursuant to RCW 42.30.030(2). But the agency *cannot* hold a "remote" (a.k.a. "virtual-only") meeting. *See* RCW 42.30.020, .230.

Although RCW 42.30.230 provides exceptions that allow agencies to hold remote (virtual-only) or limited meetings, none of these exceptions apply here. First, there is currently no declared emergency that would allow for a remote or limited meeting pursuant to RCW 42.30.230(1). Although Governor Inslee previously declared a public health emergency during the COVID-19 pandemic, that state of emergency expired on October 31, 2022, and even prior to

that, the Governor's temporary waivers of certain provisions of OPMA expired and were terminated at 12:01 a.m. on June 1, 2022. (Baker Decl. at ¶¶ 25, 26 & Exs. H, I.) For its part, the federal government's declaration of a public health emergency ended on May 11, 2023. (*Id.* at ¶ 27 & Ex. J.) Friends is unaware of any EFSEC declaration of any emergency; nor is EFSEC authorized and qualified to declare a statewide public health emergency caused by an infection disease within the meaning of RCW 42.30.230(1). OPMA's exceptions for declared emergencies under RCW 42.30.230(1) are not applicable here.

Nor is the other exception under RCW 42.30.230(6) available here. The Council does not hold "regular meetings." WAC 463-18-050(2), (3). Nor did the Council hold any regular meetings as remote meetings prior to March 1, 2020. For both reasons, the Council is not eligible to hold remote (virtual-only) or limited meetings pursuant to RCW 42.30.230(6).

Despite the requirements of OPMA to hold either in-person or hybrid public meetings, EFSEC has scheduled, publicly noticed, and intends to conduct "virtual only" or "remote" public hearings for these matters. The Hearing Notice repeatedly describes the May 16, 2024 hearings as "virtual public hearings" and "remote meetings," and fails to provide or describe any ability for the public to physically attend the hearings in person. EFSEC is violating OPMA by withholding from "interested persons" the ability to arrive at a "physical location" in order to "be present to listen to and observe the governing body's actions." AGO 2017 No. 4 at 8 (citing RCW 42.30.030(1)).

The Council Chair (or the full Council) must cancel the scheduled May 16, 2024 hearings, and should subsequently schedule in-person or hybrid hearings in these matters pursuant to RCW 42.30.030(1) or (2), respectively. Failure to do so will violate OPMA's open public meeting and notice requirements, and will render the public hearings "null and void," RCW 42.30.060(1), which will further taint these proceedings and will, at a minimum, result in the need to conduct new hearings.

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EFSEC should cure these errors immediately without further tainting the proceedings. The May 16, 2024 hearings must be canceled, subject to rescheduling as in-person or hybrid hearings at a later date.<sup>5</sup>

## **B.** EFSEC is violating the Council's Rules, the appearance of fairness doctrine, and EFSLA by failing or refusing to use its mailing and email lists for the Project to notify interested persons about the pending proposals, the current opportunities for written comments, and the scheduled public hearings.

Over the past several months, Friends has repeatedly asked EFSEC to use its own email and mailing lists for the Whistling Ridge Energy Project compiled by the agency in 2009 through 2012—when EFSEC received comments and testimony in opposition to the Project from hundreds of concerned citizens, organizations, and other agencies—to provide public notice of the pending matters involving the Project. (Baker Decl. at ¶¶ 6–16 & Exs. A–E.) By not using its own Whistling Ridge lists that the agency has itself compiled, EFSEC is depriving these hundreds of interested persons from any knowledge of the current proceedings, despite the fact that they have publicly self-identified themselves to EFSEC as persons interested in the Project. (*Id.* at ¶¶ 6–16 & Exs. A–E.)

The reason(s) for EFSEC failing or refusing to provide notice to its Whistling Ridge lists are unclear, but whatever the reasons may be, they are not acceptable. EFSEC itself compiled these lists, and it still has the lists in its possession. (*Id.* at  $\P$  6, 10, 13 & Exs. A, B.) EFSEC is required by its own rules to mail a public notice to "all persons on its mailing list." WAC 463-66-100(4). EFSEC is utterly failing to comply with its own rules, has no valid excuse for this failure, and cannot plead ignorance given Friends' repeated requests on this topic.

EFSEC's failures here not only violate the Council's Rules, but also the appearance of fairness doctrine. EFSEC is knowingly keeping hundreds of concerned citizens in the dark about the ongoing proceedings, including the fact that WRE has filed the Transfer Application and

<sup>5</sup> The Chair or Council should consider scheduling the public hearings to be held "in the county of the proposed site" and "in the general proximity of the proposed project" in order to be consistent with RCW 80.50.090(1) and WAC 463-26-025(3), respectively.

Extension Request, the fact that a comment deadline for written comments is currently looming, and the fact that public hearings have been scheduled and are imminent.
As held by the *Smith* court, "a fair and impartial hearing . . . means an opportunity for interested persons to appear and express their views." 75 Wn.2d at 739–40. "[T]he public

hearing must, to be valid, meet the test of fundamental fairness, for the right to be heard imports a reasonable expectation of being heeded. Just as a hearing fair in appearance but unfair in substance is no fair hearing, so neither is a hearing fair in substance but appearing to be unfair." *Id.* at 740. The court further held that "in public hearings conducted by law on matters of public interest," a principal feature of the test for whether the agency's process satisfies the doctrine "is whether a fair-minded person in attendance at all of the meetings on a given issue, could, at the conclusion thereof, in good conscience say that everyone had been heard who, in all fairness, should have been heard." *Id.* at 741.

Thus, it violated the appearance of fairness doctrine when, in *Smith*, the governing body of the decision-making agency knowingly excluded opponents of the proposed action from a hearing session. *Id.* at 743. At that point, "the hearing lost one of its most basic requisites—the appearance of elemental fairness," which rendered the agency action "invalid" because the required hearings "were so wanting in apparent fairness as to vitiate the [agency action] emerging from them." *Id.* The *Smith* court also noted that voiding an agency action is a typical and appropriate outcome when the agency took action "without sufficient public notice" or after departing from "norms prescribed for such notice." *Id.* (citing Annot., 96 A.L.R.2d 449 (1964)).

Here, EFSEC is already making similar mistakes as made by the agency in *Smith* (which, again, resulted in a voiding of that agency action). *See* 75 Wn.2d at 739–744, 746. EFSEC is knowingly and willfully declining to provide notice to hundreds of people who have already expressed their interest in the Project and are therefore known to EFSEC, and who already appear on EFSEC's self-compiled mailing and email lists for the Project. These interested persons are entitled to receive notice and are entitled to be heard regarding the pending proposals for this Project.

EFSEC itself has described the purpose of its public hearings as "to provide an opportunity for citizens, stakeholders, and interested persons or organizations to receive information and to provide comments on each of the two requests." (Hearing Notice at 1.) Yet the agency is knowingly refusing or declining to provide *any* notice of these hearings to hundreds of known "citizens, stakeholders, and interested persons or organizations," and is thus depriving them of the opportunity to "receive information and to provide comments on each of the two requests." (*Id.*) EFSEC is utterly failing to live up to its own stated purposes for the hearings.

"One purpose of specific statutory requirements for public notice of an impending land use decision is to ensure that the decision makers receive enough information from those who may be affected by the action to make an intelligent decision." *Prekeges v. King County*, 98 Wn. App. 275, 281, 990 P.2d 405 (1999). "[D]efective notice undermines the information-gathering process." *Prosser Hill Coal. v. Spokane County*, 176 Wn. App. 280, 291, 309 P.3d 1202 (2013). Known and potentially interested persons such as "neighboring landowner[s] should be afforded a fair opportunity to be heard." *Id.* (citing *Gardner v. Pierce Cnty. Bd. of Comm'rs*, 27 Wn. App. 241, 243–44, 617 P.2d 743 (1980)).

In addition, the Washington Legislature has adopted as state energy siting policies that EFSEC should provide "a public process that is transparent and inclusive to all," RCW 80.50.010, and should allow for "meaningful public comment and participation in energy facility decisions," RCW 80.50.010(6). EFSEC is directly thwarting these policies by declining to provide notice of the pending proposals to hundreds of known interested persons.

EFSEC is obligated by EFSLA, SEPA, and other applicable laws to serve the welfare of the entire affected community (*see, e.g.*, RCW 43.21C.020, 80.50.030)—not just to serve WRE and the small number of people interested in the Project who may have happened to learn about or receive notice of the pending proposals. By failing to notify persons who have already made themselves known as interested persons who are part of the affected community, EFSEC is

violating these obligations by failing to invite comments from these known interested persons, and is therefore acting arbitrarily and capriciously:

Where the potential exists that a [proposed] action will cause a serious environmental effect outside jurisdictional borders, the [administrative agency] must serve the welfare of the entire affected community. *If it does not do so it acts in an arbitrary and capricious manner*. The precise boundaries of the affected community cannot be determined until the potential environmental effects are understood. It includes all areas where a serious impact on the environment would be caused by the proposed action.

Save a Valuable Environment v. City of Bothell, 89 Wn. 2d 862, 869, 576 P.2d 401 (1978) (emphasis added).

"The purpose of . . . notice [requirements] is to fairly and sufficiently apprise those who may be affected by the proposed action of the nature and character of the [proposed action] so that they may intelligently prepare for the hearing." *Barrie v. Kitsap County*, 84 Wn.2d 579, 584–85, 527 P.2d 1377 (1974) (citing *Glaspey Sons, Inc. v. Conrad*, 83 Wn.2d 707, 711, 521 P.2d 1173 (1974)). Notice is "defective" where it "conceivably deprive[s] . . . affected parties . . . of their opportunity to be heard." *Id.* at 585–86.

Here, by failing to provide *any* notice to hundreds of people who appear on EFSEC's own lists of persons and entities interested in the Project, EFSEC is violating its own rules, the appearance of fairness doctrine, and the State of Washington's stated policies for energy siting decisions and disclosure of potential environmental impacts—let alone due process requirements. Simply put, EFSEC is knowingly withholding public notice to—and is therefore neither informing, nor will it hear back from—hundreds of affected persons entitled to such notice.

To remedy these violations, two things must occur. First, the public hearings scheduled for May 16, 2024 and the associated deadline for written public comments must be canceled. And second, EFSEC must provide proper notice to all persons on its WREP lists of the pending proposals and of any rescheduled public hearings and comment opportunities. Failure to pursue these steps will only further exacerbate the agency's violations and will run a grave risk of voiding the May 16, 2024 hearings, as well as whichever final action(s) the Council may ultimately take in these matters.

# C. EFSEC is violating SEPA, the Council's Rules, and the appearance of fairness doctrine by scheduling and holding public hearings prior to WRE's preparation and submission of environmental checklist(s), and prior to the preparation and issuance by the EFSEC Director of SEPA threshold determination(s) on the pending proposals.

Despite the fact that the Project cannot be constructed and operated, and its significant environmental impacts cannot and will not occur, without Council approval of WRE's Extension Request and Transfer Application, and despite the fact that the Extension Request announces an intention to modify the Project to use taller wind turbines than were approved by Governor Gregoire (*see supra* Part IV), WRE has apparently not submitted any SEPA environmental checklist(s) for its pending proposals to modify the SCA (*see* Baker Decl. at ¶ 23). Nor, apparently, has EFSEC's SEPA responsible official, the EFSEC Director, made or issued any SEPA threshold determinations or any other SEPA decisions in these matters. (*See* Baker Decl. at ¶ 23.)

Both WRE and the EFSEC Director are thus not in compliance with SEPA's procedural and timing requirements, which require integration of SEPA review into the Council's decisionmaking process *at the earliest possible stage*, and which specifically require a SEPA environmental checklist and threshold determination upon the submission of an application, which in these matters were submitted nearly eight months ago. If the Council moves forward with holding public hearings on the pending proposals before compliance with SEPA is achieved, it will thwart the purposes and standards of SEPA and will violate the appearance of fairness doctrine, because EFSEC will be proceeding with the review of WRE's proposals in the absence of required information about their probable environmental impacts.

Applicable SEPA Rules require an applicant such as WRE to prepare and submit an environmental checklist, WAC 197-11-060(2)(b), -100(1), -315, 463-47-060(1), unless the EFSEC Director prepares the checklist herself, WAC 197-11-315(4). An environmental checklist "assist[s] in making threshold determinations for proposals," WAC 197-11-315(1), and is

necessary for "deciding whether an EIS is required," WAC 197-11-060(2)(b). "Agencies shall use the environmental checklist substantially in the form found in WAC 197-11-960 to assist in making threshold determinations for proposals." WAC 197-11-315(1).

When EFSEC receives an application, the EFSEC Director must "determine . . . whether the proposal is an 'action' and, if so, whether it is 'categorically exempt' from SEPA." WAC 463-47-060(1). The EFSEC Director is required to issue a SEPA threshold determination on any proposed action that is not categorically exempt from SEPA review, WAC 197-11-060(2)(b), -100(2), -310, -330, -335, 463-47-070(1).

"Actions" are defined at WAC 197-11-704, and include "[n]ew and continuing activities (including projects and programs) entirely or party financed, assisted, conducted, regulated, licensed, or approved by agencies," WAC 197-11-704(1)(a), including "[p]roject actions," which are defined to mean "a decision on a specific project, such as a construction or management activity located in a defined geographic area," WAC 197-11-704(2)(a), which further include "agency decisions to . . . "[1]icense . . . any activity that will directly modify the environment," WAC 197-11-704(2)(a), (2)(a)(i).

The pending proposals (the Extension Request and Transfer Application) are proposals to modify the Project's SCA, which is a license. *Friends of the Columbia Gorge, Inc. v. EFSEC*, 178 Wn.2d 320, 333, 310 P.3d 780 (2013) (site certification agreements are "licenses"); *ROKT v. EFSEC*, 165 Wn.2d at 304 (same); *see also* WAC 197-11-760 (SEPA rule defining "license" in pertinent part as "any form of written permission given to any person, organization, or agency to engage in any activity, as required by law or agency rule"). WRE in effect proposes agency decisions involving the licensing of a specific industrial-scale wind energy project; the proposals thus constitute "actions" as defined at WAC 197-11-704.

Furthermore, the proposed actions are not categorically exempt from SEPA review, since they do not meet any of the categorical exemptions listed in the SEPA Rules or statute. Nor has the EFSEC Director apparently requested an environmental checklist from WRE pursuant to WAC 463-47-060(1) or any other applicable authority, nor made any SEPA decisions in these

matters, such as decisions whether the proposals constitute "actions," whether they are categorically exempt from SEPA review, or any SEPA threshold determinations. (See Baker Decl. at  $\P$  23.)

WRE and the EFSEC Director are thus in violation of the above-discussed SEPA Rules requiring an environmental checklist and threshold determination. Moreover, these violations are further violating applicable law regarding the timing of SEPA review. For example, "[t]he SEPA process shall be integrated with agency activities *at the earliest possible time* to ensure that planning and decisions reflect environmental values, to avoid delays later in the process, and to seek to resolve potential problems," WAC 197-11-055(1) (emphasis added), and "[t]he lead agency shall prepare its threshold determination and environmental impact statement (EIS), if required, *at the earliest possible point in the planning and decision-making process*, when the principal features of a proposal and its environmental impacts can be reasonably identified," WAC 197-11-055(2) (emphasis added).

In a helpful summary of the various subsections of WAC 197-11-055, the Washington Pollution Control Hearings Board recently explained that

[t]he purpose of these SEPA requirements is to ensure consideration of environmental factors beginning at the earliest possible stage to allow decisions to be made on complete disclosure of environmental consequences. See Klickitat Cnty. Citizens Against Imported Waste v. Klickitat County, 122 Wn.2d 619, 640, 860 P.2d 390 (1993) (citing WAC 197-11-055(2)); Quinault Indian Nation v. Imperium Terminal Servs., LLC, 190 Wn. App. 696, 709, 360 P.3d 949 (2015) (reversed on other grounds by Quinault Indian Nation v. Imperium Terminal Servs., LLC, 187 Wn.2d 460, 387 P.3d 670 (2017)); Spokane County v. E. Wash. Growth Mgmt. Hr'gs Bd., 176 Wn. App. 555, 579, 309 P.3d 673 (2013) (purpose of the SEPA checklist is to ensure agency, at earliest possible stage, fully discloses and carefully considers a proposal's environmental impact before adopting it).

Nisqually Delta Ass'n v. Wash. State Dep't of Ecology, PCHB No. 22-057, 2024 WL 402504, at

\*13 (slip op. at 25) (Pollution Control Hr'gs Bd. Jan. 29, 2024).

Here, EFSEC is failing to integrate SEPA into its planning and decision-making processes *at all*—and certainly not at the earliest possible time, considering that WRE submitted

its Extension Request and Transfer Application to EFSEC on September 13, 2023, nearly eight months ago.

Under the SEPA Rules, "[a] proposal exists when an agency is presented with an application or has a goal and is actively preparing to make a decision on one or more alternative means of accomplishing that goal *and* the environmental effects can be meaningfully evaluated." WAC 197-11-055(2)(a). "At the latest, the lead agency shall begin environmental review, if required, when an application is complete." WAC 197-11-055(3)(a).

Moreover, the threshold determination "shall be made as close as possible to the time an agency . . . is presented with a proposal," WAC 197-11-310(2), and in any event," "[t]he responsible official shall make a threshold determination no later than ninety days after the application and supporting documentation are determined to be complete," WAC 197-11-310(3).

Again, WRE submitted its applications nearly eight months ago, and there is no indication that EFSEC's staff has rejected these applications or deemed them incomplete.<sup>6</sup> Thus, EFSEC's SEPA review of the proposals should have begun more than seven months ago, and the EFSEC Director should have made a threshold determination more than four months ago. Yet there is no indication that *any* SEPA review has occurred.

Friends recognizes that its concerns with these violations of SEPA's timing and procedural requirements are best targeted to the EFSEC Director, who serves as the agency's SEPA responsible official per WAC 463-47-051.

However, it must be noted to the Council that these violations of SEPA's requirements are, in turn, disrupting the processes for review by the Council and the public of WRE's pending proposals and their probable environmental impacts. These SEPA disruptions are having very real consequences, in part because many of the procedural and substantive review standards

<sup>&</sup>lt;sup>6</sup> To the extent that EFSEC staff implicitly or explicitly deemed the Extension Request and Transfer Application complete, Friends does not agree that either of these applications is in fact complete. Friends reserves the right to challenge the completeness and adequacy of these applications in these proceedings, including in any adjudicative proceeding(s).

applicable in these matters involve potential environmental impacts,<sup>7</sup> thus necessitating integration with the SEPA process for fully informed public review and agency decision making.

Under these rules and others, it is imperative for the reviewing public, as well as the Council (acting as the agency decision maker for these matters), to have thorough and accurate information about WRE's proposals and their environmental impacts. Indeed, it is nearly impossible for Friends to evaluate WRE's proposals under many of the applicable standards without a thorough SEPA review, partly because the Project is proposed on private property to which Friends lacks access.<sup>8</sup>

It may be debatable whether the Council has authority to order the EFSEC Director to comply with SEPA. But Friends is not asking for such a remedy here.

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Similarly, WAC 463-68-070 requires the Council to find, before construction may start, "that no changes or amendments to the site certification agreement, regulatory permits, or project-related environmental documents are necessary or appropriate, or upon the [C]ouncil's approval of any necessary or appropriate changes or amendments." Furthermore, the Council has the authority to "retain an independent consultant, at the certificate holder's expense, to evaluate and make recommendations about whether changes to the site certification agreement, regulatory permits, or project-related environmental documents are necessary or appropriate. This work may include, but is not limited to, verification of project-related environmental conditions, regulatory requirements, or appropriate technology." WAC 463-68-070.

When reviewing any proposed amendment to an SCA, WAC 463-66-040 requires the Council to "consider whether the proposal is consistent with . . . [t]he intention of the original SCA," "[a]pplicable laws and rules," "[t]he public health, safety, and welfare," and other factors. WAC 463-66-050 requires the Council to "consider the short-term and long-term environmental impacts of the proposal," and to consider in pertinent part "[r]easonable alternative means by which the purpose of the proposal might be achieved."

WAC 463-66-070 in pertinent part requires EFSEC to determine whether WRE's pending proposals would "have a significant detrimental effect upon the environment," which in turn dictates whether the Council has authority to approve the proposals, or whether approval can be made only by the Governor. *See also* WAC 463-66-080 (describing review by the Governor).

<sup>8</sup> The only other way for Friends to obtain and use the types of information discussed herein would be through an adjudicative proceeding with discovery rights. Those considerations are discussed further below, *infra* § V.D.

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<sup>&</sup>lt;sup>7</sup> For example, WAC 463-68-060 requires the Council to consider "[t]he nature and degree of any changes to the following since the effective date of the site certification agreement," "[p]roject design," "[p]roject-related environmental conditions," and "[w]hether any new information or changed conditions indicate the existence of probable significant adverse environmental impacts that were not covered in any project-related environmental documents."

Rather, Friends asks the Council (or the Chair on behalf of the Council) to simply acknowledge that the SEPA review process must be integrated with the Council's review process at the earliest possible stage, and respond appropriately. Here, because there has not yet been any SEPA environmental checklist or threshold determination produced in these matters, this means the Council should postpone any public hearing and written comment deadline until after compliance with SEPA is achieved. Proceeding with the upcoming public hearings and associated deadline for written comments in the absence of the required SEPA checklist and threshold determination will further violate SEPA, EFSEC's statutory obligations, and the appearance of fairness doctrine by depriving Friends of the Columbia Gorge, the public at large, and the Council of the complete and accurate disclosures of potential environmental impacts required under SEPA. The Chair (or the Council) should cancel the May 16, 2024 hearings and the associated deadline for written comments until SEPA compliance is achieved.

# D. EFSEC is prejudicing Friends and SOSA and violating the appearance of fairness doctrine by requiring us to submit all of our arguments and limited evidence currently available to us regarding WRE's pending proposals now, as part of an OPMA public hearings process, before we know whether the Council will grant our currently pending Application for an Adjudicative Proceeding.

On April 10, 2024, Friends notified counsel for EFSEC by telephone that Friends intended to file an application for an adjudicative proceeding in these matters. (Baker Decl. at ¶ 20; *see also id.* at ¶ 19.) On April 16, 2024, Friends reiterated this notification, this time by email. (*Id.* at ¶ 21.) Both times, Friends requested that EFSEC refrain from scheduling any public hearings in these matters, in order to allow sufficient time for Friends' application for an adjudicative proceeding to be heard first. (*Id.* at ¶ 20, 21.)

On April 25, 2024, Friends and SOSA followed through on these previously announced intentions, by filing our Application for an Adjudicative Proceeding in the above-captioned matters.

The next day, April 26, 2024, EFSEC issued the Hearing Notice, announcing that public hearings in these matters have been scheduled for May 16, 2024.

Friends and SOSA's Application for an Adjudicative Proceeding remains pending. Pursuant to RCW 34.05.419(1), EFSEC has ninety days from receipt of the Application (until July 24, 2024) to decide whether to conduct an adjudicative proceeding.

As discussed above, *supra* Part IV, although it is not entirely clear what the intended deadline is for submitting written public comments to EFSEC regarding WRE's Transfer Application and Extension Request, the most cautious deadline (and perhaps the likely intended deadline) is May 16, 2024.

The Council is not scheduled to meet again until its monthly meeting on the afternoon of May 15, 2024.

Unless the Council decides at its May 15, 2024 meeting to grant Friends and SOSA's Application for an Adjudicative Proceeding and conduct an adjudicative proceeding (or proceedings) in these matters, Friends and SOSA will not know during the May 16, 2024 public hearings, nor by the May 16, 2024 deadline for submitting written comments, whether there will be an adjudicative proceeding (or proceedings).

This precarious situation will likely force Friends and SOSA to submit for the record of the OPMA proceedings all of our arguments and the limited evidence currently available regarding WRE's pending proposals by May 16, 2024, even without knowing whether there will be an adjudicative proceeding. Evidence submitted as part of the OPMA process will be of a very different form and substance than evidence submitted in a formal adjudication, and it will not be informed by the adjudication, including through discovery of pertinent information from WRE and its affiliates and witnesses. Moreover, Friends and SOSA will be forced to "show our hand" by filing all of our arguments and evidence now as part of the OPMA process, and without being able to further evaluate and vet this material with the benefit of an adjudication, before unveiling it.

In short, we do not currently know which processes will ultimately be allowed in these matters, so we are forced to proceed as if the May 16, 2024 OPMA hearings and associated deadline for written public comments will be the only processes. Even if EFSEC later decides to

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grant an adjudicative hearing (or hearings), it will be impossible to "un-ring the bell," in terms of Friends and SOSA being forced to prematurely file (and thereby unveil) all of our arguments and available evidence by May 16, 2024.

This precarious situation violates appearance of fairness principles, and it was created by EFSEC's decision to schedule the public hearings for May 16, 2024 and the agency's apparent intentions to end the deadline for written public comments on that same date.

To avoid further prejudice to Friends and SOSA, the Chair (or the Council) should immediately cancel the May 16, 2024 public hearings and the associated deadline for submitting written public comments, and should wait to reschedule the public hearings and set a new deadline for written comments in the OPMA proceedings until after the Council decides Friends and SOSA's pending Application for an Adjudicative Proceeding. Failure to take these steps will only further prejudice Friends and SOSA, and will thereby further violate the appearance of fairness doctrine.

#### VI. CONCLUSION

Based on the foregoing, the Chair (or the Council) should immediately cancel the May 16, 2024 public hearings and the associated deadline for submitting written public comments.

After SEPA environmental checklist(s) and threshold determination(s) are prepared and filed, and after the Council decides Friends and SOSA's pending Application for an Adjudicative Proceeding, the Chair (or the Council) should then schedule public hearings, to be conducted as either in-person or hybrid public meetings under OPMA, and should provide notice of WRE's Extension Request and Transfer Application, any public hearings, and any opportunities for submitting written comments regarding these matters to all persons on EFSEC's lists for the Whistling Ridge Energy Project.

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Failure	to	take	these	steps	will	further	violate	applicable	law	and	the	appearance	of
fairness doctrin	e.												

RESPECTFULLY SUBMITTED this 6th day of May, 2024.

FRIENDS OF THE COLUMBIA GORGE, INC.

Nathan J. Baker, WSBA No. 35195 Senior Staff Attorney (503) 241-3762 x101 nathan@gorgefriends.org *Attorney for Friends of the Columbia Gorge* 

1	CERTIFICATE OF SERVICE						
2	I hereby certify that on the date shown below, I served a true and correct copy of the						
3	foregoing FRIENDS OF THE COLUMBIA GORGE'S OBJECTIONS TO HEARINGS						
4	PROCESS AND SCHEDULING MOTION on each of the persons named below via email:						
5	Timothy L. McMahan						
6	Stoel Rives LLP tim.mcmahan@stoel.com						
7	Attorney for Whistling Ridge Energy, LLC						
8	Greg Corbin, Senior Special Counsel Green Diamond Management Company						
9	greg.corbin@greendiamond.com						
10	DATED this 6th day of May, 2024.						
11	By: <u>s/Nathan J. Baker</u>						
12	Nathan J. Baker, WSBA No. 35195						
13	Friends of the Columbia Gorge						
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