

# STATE OF ALASKA

FRANK H. MURKOWSKI, GOVERNOR

DEPT. OF ENVIRONMENTAL CONSERVATION  
DIVISION OF SPILL PREVENTION AND RESPONSE  
INDUSTRY PREPAREDNESS PROGRAM  
Marine Vessel Section

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September 20, 2004

## OIL DISCHARGE PREVENTION AND CONTINGENCY PLAN APPROVAL

Mr. Mark E. Olsen  
General Manager  
Island Provider Transportation Co.  
508 Marine Way #202  
Kodiak, Alaska 99615

File No: 303.30 IPT

SUBJECT: Island Provider Transportation Co.'s Vessel Oil Discharge and  
Prevention and Contingency Plan, Plan Number 041-CP-2237, **Plan  
Approval.**

The Alaska Department of Environmental Conservation (Department) has received and approved the renewal application for the Island Provider Transportation Co. Oil Discharge Prevention and Contingency Plan, ADEC Number: 041-CP-2237.

PLAN TITLE: **Island Provider Transportation Co. Oil Discharge  
Prevention and Contingency Plan,  
Dated – Fall 2004, consisting of one volume**

SUPPORTING DOCUMENTS: **Alaska Chadux Technical Manual.**

PLAN HOLDER: **Island Provider Transportation Co.  
508 marine Way #202  
Kodiak, AK 99615**

COVERED BARGES: **M/V Lady Nina (D626133).**

**PLAN APPROVAL:** Approval of the referenced plan is hereby granted, effective **September 20, 2004.** A certificate of approval stating that the contingency plan has been approved by the Department is enclosed.

This approval is subject to the following terms and conditions:

**TERMS AND CONDITIONS:**

1. Notice of Changed Relationship with Response Contractor. Because the plan relies on the use of response contractor(s) for its implementation, the plan holder must immediately notify the Department in writing of any change in the contractual relationship with the plan holder's response contractor(s), and of any event including but not limited to any breach by either party to the response contract that may excuse a response contractor from performing, that indicates a response contractor may fail or refuse to perform, or that may otherwise affect the response, prevention, or preparedness capabilities described in the approved plan.
2. Best Available Technology (BAT) Review and Analysis Review. Within thirty (30) days of the date of this approval, the planholder will revise and enhance their existing Best Available Technology (BAT) Review. The objective of the revision will be to update and improve the current BAT review to better reflect current technologies available for IPT to meet the Department's BAT standards. A draft BAT review is due in written form to the Department by October 5, 2004. A final draft is due in written form to the Department by October 15, 2004. The final draft BAT section will complete a 30-day public review before approval, the first day of the 30-day review starting no later than October 20, 2004.

*This condition is reasonable and necessary as a plan condition under AS 46.04.03 (e) to ensure plan holders compliance with 18 AAC 75.425 (e)(4)(F), 3), 18 AAC 75.445(k)(4), as well as to provide continuing improvements in the plan.*

3. Updated, Clean Copy of the Contingency Plan. By December 31, 2004, IPT will submit an updated, clean copy of their approved Oil Discharge Prevention and Contingency Plan to the Department.

**EXPIRATION:** This approval expires September 19, 2009. After the approval expires, Alaska law prohibits operation of the vessel until an approved plan is once again in effect.

**RENEWAL:** To renew this approval, the plan holder must submit a completed renewal application and plan to the Department no later than 180 days prior to the expiration of this approval. This is to ensure the submitted plan is approved before the current plan in effect expires. (18AAC 75.420).

**REVOCATION, SUSPENSION, OR MODIFICATION:** This approval is effective only while the plan holder is in "compliance with the plan" and with all of the terms and conditions described above. The Department may, after notice and opportunity for a hearing, revoke, suspend, or require the modification of an

approved plan if the plan holder is not in compliance with it, or for any other reason stated in AS 46.04.030(f). In addition, Alaska law provides that a vessel or facility that is not in "compliance with the plan" may not operate (AS 46.04.030). The Department may terminate approval prior to the expiration date if deficiencies are identified that would adversely affect spill prevention, response or preparedness capabilities.

**DUTY TO RESPOND:** Notwithstanding any other provisions or requirements of this contingency plan a person causing or permitting the discharge of oil is required by law to immediately contain and cleanup the discharge regardless of the adequacy or inadequacy of a contingency plan (AS 46.04.020).

**NOTIFICATION OF NON-READINESS:** Within twenty four (24) hours after any significant response equipment specified in the plan becomes non operational or is removed from its designated storage location the plan holder must notify the Department in writing and provide a schedule for the equipment substitution, repair, or return to service (18 AAC 75.475(b)).

**CIVIL AND CRIMINAL SANCTIONS:** Failure to comply with the plan may subject the plan holder to civil liability for damages and to civil and criminal penalties. Civil and criminal sanctions may also be imposed for any violation of AS 46.04, any regulation issued there under, or any violation of a lawful order of the Department.

**INSPECTIONS, DRILLS, RIGHTS TO ACCESS AND VERIFICATION OF EQUIPMENT, SUPPLIES AND PERSONNEL:** The Department has the right to verify the ability of the plan holder to carry out the provisions of its contingency plan and access to inventories of equipment, supplies and personnel through such means as inspections and discharge exercises, without prior notice to the plan holder. The Department has the right to enter and inspect the covered vessel or facility in a safe manner at any reasonable time for these purposes and to otherwise ensure compliance with the plan and the terms and conditions (AS 46.04.030(e) and AS 46.04.060). The plan holder shall conduct exercises for the purpose of testing the adequacy of the contingency plan and its implementation (18 AAC 75.480 and 485).

**FAILURE TO PERFORM:** In granting approval of the plan, the Department has determined that the plan, as represented to it by the applicant in the plan and application for approval, satisfies the minimum planning standards and other requirements established by applicable statutes and regulations, taking as true all information provided by the applicant. The Department does not warrant to the applicant, the plan holder, or any other person or entity: (1) the accuracy or validity of the information or assurances relied upon; (2) that the plan is or will be implemented; or (3) that even full compliance and implementation with the plan will result in complete containment, control, or clean-up of any given oil spill, including a spill specifically described in the planning standards. The plan holder is encouraged to take any additional precautions and obtain any additional response capability it deems appropriate to further guard against the risk of oil spills and to enhance its ability to comply with its duty under AS 46.04.020(a) to immediately contain and clean up an oil discharge.

**COMPLIANCE WITH APPLICABLE LAWS:** If amendments to the approved plan are necessary to meet the requirements of any new laws or regulations, the plan holder must submit an application for amendment to the Department at the above address. The plan holder must adhere to all applicable state statutes and regulations as they may be amended from time to time. This approval does not relieve the plan holder of the responsibility for securing other federal, state or local approvals or permits, and that the plan holder is still required to comply with all other applicable laws.

**ADJUDICATORY HEARING:** Any person who disagrees with this decision may request an adjudicatory hearing in accordance with 18 AAC 15.195- 18 AAC 15.340 or an informal review by the Division Director in accordance with 18 AAC 15.185. **Informal review requests** must be delivered to the Division Director, 410 Willoughby Avenue, Suite 303, Juneau, Alaska 99801, within 15 days of the permit decision. **Adjudicatory hearing requests** must be delivered to the Commissioner of the Department of Environmental Conservation, 410 Willoughby Avenue, Suite 303, Juneau, Alaska 99801, within 30 days of the permit decision. If a hearing is not requested within 30 days, the right to appeal is waived. Please send a copy of the hearing request to the undersigned.

If you have any questions, please contact Robert Ballesteros at 907-269-7539.

Sincerely,



Bill Hutmacher  
Program Manager

Enclosure: Certificate of Approval, Number: 04-CER-1624

cc: Mike Munger, CIRCAC  
Mark Fink, ADFG, Anchorage  
Sam Means, ADNR, Anchorage,  
Thede Tobish, Coastal Coordinator, Anchorage, City of  
Daniel Bevington, Coastal Coordinator, Kenai Peninsula  
Carol Smith, Coastal Coordinator, Valdez, City of  
Steve Hanis, Coastal Coordinator, Cordova, City of  
Susan Lee, Coastal Coordinator, Matanuska-Susitna Borough  
Rick Hohnbaum, Coastal Coordinator, Whittier, City of  
Michelle Stearns, Director of Community Development, Kodiak Island Borough  
Project File