

JOINT REGIONAL AGREEMENT ON WATER QUALITY TRADING

Joint Regional Agreement – Interagency Workshop #1

Date/time: April 9-10th, 2013
Location: Alderbrook Resort and Spa
7101 E State Highway 106
Union, Washington 98592

Day 1: 10:00AM – 4:00PM

- | | |
|--|----------|
| 1. Introductions and Overview – Overview of workshop #1 and the work plan for the workshop series, including workplan for issues in NWEA letter. | 10:00 AM |
| 2. Guiding principles for water quality trading – Summary of the distributed discussion draft and comments received. ➤ <i>Discussion points: How can we best address comments received on the discussion draft? What do we need to do to move forward on the content and role of this document?</i> | 10:15 AM |
| 3. Tier 1 update – Summary of completed and anticipated activities to draft authorities for trading under the Clean Water Act. | 11:30 AM |
| Lunch (provided) | 12:00 PM |
| 4. Communications and outreach around JRA – Audiences, messengers and messages used to communicate about this project ➤ <i>Discussion points: Which audiences are most critical to keep informed, who are the best messengers, and what should be considered as we craft messages?</i> | 1:00 PM |
| 5. Tier 2 overview and outline – Summary of the distributed discussion draft and comments received. ➤ <i>Discussion points: How can we best address comments received on the discussion draft? What do we need to do to move forward on the content and role of this document?</i> | 1:30 PM |
| 6. Eligibility criteria for participation in water quality trading ➤ <i>Discussion points</i> <ul style="list-style-type: none">○ <i>Eligible regulatory trading environment: In what scenarios can trading be considered? What are the conditions under which it is appropriate?</i>○ <i>Eligible credit buyers: Who can buy credits and what conditions must be fulfilled before they can do so?</i>○ <i>Default trading areas: What are the general rules for where credits can be produced relative to the buyer?</i>○ <i>Pollutants eligible for trading: Which pollutants can and cannot be considered for trading? How are units of trade determined?</i>○ <i>Eligible credit-generating actions: Which BMPs should be eligible, what are the considerations before a BMP is approved to generate credits?</i> | 2:30 PM |
| Adjourn | 4:30 PM |

Dinner and accommodations will be provided at Alderbrook Resort. Reception with no host bar begins at 6PM, dinner will be served at 6:30.

JOINT REGIONAL AGREEMENT ON WATER QUALITY TRADING

Day 2: 8:00AM – 3:00PM

| | |
|--|----------|
| Light breakfast (provided) | 8:00 AM |
| 1. Recap of Day 1 | 8:30 AM |
| 2. Project implementation and quality standards | 9:00 AM |
| ➤ <i>Discussion points</i> | |
| ○ <i>What is necessary to ensure projects are implemented and maintained to a high standard?</i> | |
| ○ <i>How should water quality crediting programs interact with other crediting and incentive programs?</i> | |
| ○ <i>What kind of assurance is required to feel confident that the appropriate project stewardship and maintenance will occur?</i> | |
| Break | 10:30 AM |
| 3. Pilot project brainstorm – Preliminary discussion on the pieces we want to pilot test in year 2 of the project. | 10:45 AM |
| ➤ <i>Discussion points: What do you want to test? What would make a successful pilot?</i> | |
| Lunch (provided) | 12:00 PM |
| 4. Project verification, certification and registration | 1:00 PM |
| ➤ <i>Discussion points:</i> | |
| ○ <i>Verification: who conducts verification, what is reviewed and how often?</i> | |
| ○ <i>Certification: Who conducts credit certification?</i> | |
| ○ <i>Registration: How will credits be tracked? How will credit issuance documentation be made publicly transparent?</i> | |
| 5. Next steps | 2:30 PM |
| Adjourn | 3:00 PM |

JOINT REGIONAL AGREEMENT ON WATER QUALITY TRADING

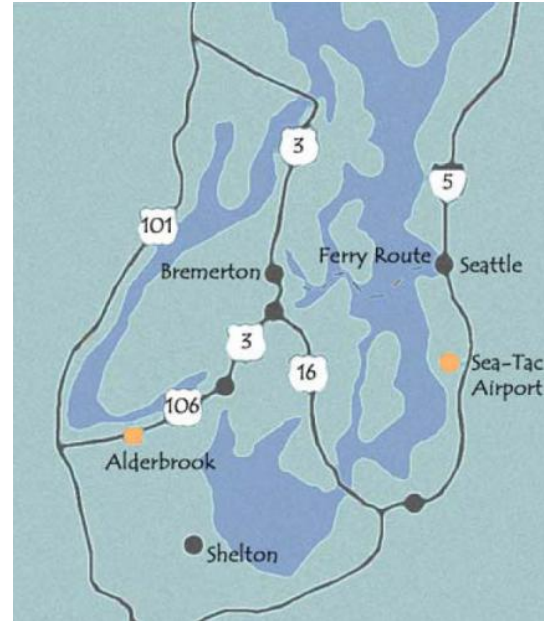
Directions to Alderbrook Resort & Spa

Driving from Seattle & Sea-Tac Airport:

Follow I-5 South to Tacoma. Just past the Tacoma Dome, exit at exit #132 onto Highway 16 to Bremerton. Go over the Tacoma Narrows Bridge and continue past Gig Harbor and Port Orchard. Be in the left lane and exit onto Highway 3 to Belfair & Shelton. Continue on Highway 3 past the Bremerton National Airport and through Belfair. Just past Belfair veer right at exit onto State Route 106 towards Twanoh State Park. From the turn off onto State Route 106, Alderbrook Resort is located just 13 miles ahead. Enjoy the drive!

Drive time - Approximately 1 hour & 30 minutes

Ferry & Drive from Seattle: Board the Bremerton Ferry in downtown Seattle. From the Bremerton ferry dock travel straight. You are on Burwell Street/West SR 304. At the light where Callow Avenue and West SR 304 intersect, turn left. Continue on West SR 304 past Puget Sound Naval Station (on the left) until you reach the Highway 3 exit. Veer left to take the Highway 3 exit towards Shelton. Veer right to continue on Highway 3 (exit sign will direct you towards Belfair/Shelton). Continue on Highway 3 past the Bremerton National Airport and through Belfair. Just past the town of Belfair veer right to take the exit onto Highway 106 West towards Twanoh State Park. Alderbrook Resort & Spa is located 13 miles ahead on the right hand side. Ferry time - 1 hour | Drive time from Bremerton Ferry Terminal - approximately 30 - 40 minutes



Driving from Tacoma:

From I-5 exit onto Highway 16 to Bremerton. If you are traveling south this will be just past the Tacoma Dome and if you are traveling North the exit will be just past Tacoma Mall. Go over the Tacoma Narrows Bridge and continue past Gig Harbor and Port Orchard. Be in the left lane and exit onto Highway 3 to Belfair & Shelton. Continue on Highway 3 past the Bremerton National Airport and through Belfair. Just past Belfair veer right at exit onto State Route 106 to Twanoh State Park. Alderbrook is located 13 miles ahead. Drive time - 50 minutes

Ferry & Drive from Edmonds:

Board the Edmonds - Kingston ferry in Edmonds. From the Kingston ferry dock stay on Highway 104 for approximately 4 miles and stay straight onto Highway 307 for another 5 miles. (Do not turn at the light marked with signs to Port Gamble & Hood Canal Bridge). Turn right at light marked with signs to Bremerton / Highway 3. Stay in left lane and proceed up small hill and under overpass. Exit onto Highway 3 to Bremerton. Follow highway signs that veer to the right toward Shelton & Belfair. Continue on Highway 3 past the Bremerton National Airport and through Belfair. Just past the town of Belfair veer right at exit onto State Route 106 to Twanoh State Park. Alderbrook is located 13 miles ahead. Ferry time - 30 minutes | Drive time from Kingston - 1 hour

Driving from Olympia:

From I-5 in Olympia, exit onto Highway 101 toward Shelton NOT West to Ocean Beaches. Continue North on Highway 101 past Shelton and toward Hoodspport. Exit to the right onto State Route 106, prior to Hoodspport. Alderbrook is located approximately 7 miles ahead on State Route 106. Drive time - 45 minutes

Driving from Port Angeles:

Follow Highway 101 South towards Hoodspport & Shelton. Exit to the left onto State Route 106. Alderbrook is located approximately 7 miles ahead on State Route 106. Drive time - 1 hour & 20 minutes

Driving from Portland:

Two and half hours of easy driving from Portland From Portland drive North on I-5 towards Seattle for 110 miles. As you enter Olympia, WA, take exit number 104 West to Shelton and Highway 101. Continue West on Highway 101 for approximately 8 miles and bear right heading North on 101 toward Shelton NOT West to Ocean Beaches. Continue North on Highway 101 past Shelton and toward Hoodspport for approximately 20 miles. Exit to the right onto State Route 106, prior to Hoodspport. Alderbrook is located approximately 7 miles ahead on State Route 106. Drive time – 2 hours and 30 minutes

Our Physical Address:

7101 E State Route 106, Union, WA 98592