PUBLIC ADVISORY GROUP MEETING TRANSCRIPTS JUNE 13-14 1995 VOL. II

EXXON VALDEZ OIL SPILL SETTLEMENT TRUSTEE COUNCIL

RESTORATION OFFICE Simpson Building 645 G Street Anchorage, Alaska

June 13-14, 1995

VOLUME II

June 14, 1995



EXXON VALDEZ OIL SPILL TRUSTEE COUNCIL ADMINISTRATIVE RECORD

CONTINUATION OF PROCEEDINGS

(On Record 8:36 a.m., June 14, 1995)

MR. McCORKLE: Okay, let's make a start. Dr. Spies is waiting at the other end of the line to address us, so as soon as we can get settled we'll make that start. We'd like to begin. Have you dialed California.

STAFF: No.

MR. McCORKLE: Okay, we're going to do that.

(Pause - off record briefly)

(On Record 8:42 a.m.)

MR. McCORKLE: We'll cancel the electronic wizardry. I'll like to call back into session the Exxon-Valdez Oil Spill Trustee Council Public Advisory Group. The meeting was begun on June 13, today is June 14, it now 8:42, and we're going to continue our discussion which was of the oiling issues, and here to kick off that presentation is Bob Loeffler.

MR. LOEFFLER: First off, Molly is upstairs and is just tied up so she asked that we begin without her. I'm really the only person who set up this presentation. Ernie Piper, who is head of the Office of Damage Assessment and Restoration for DEC -- and as usual I've forgotten a microphone -- is going to take ten minutes, and how ever long your questions are, to discuss some of the oiling issues, not in general, but specifically with respect to that '96 work plan. (Aside comments about recording).

MR. PIPER: I was -- for those of you who know me, hello again, for those of you who don't know me, I was the on-seen

coordinator during the white water stages of the Exxon clean-up, and been involved in the shoreline survey since then, and work at DEC and I head up the damage assessment and restoration section in the spill division -- Spill Prevention and Response Division at The -- what I thought I would do is look at it in three pieces for you, very quickly. Number one, what's the clip notes version of what the Trustee Council has done about oiling issues since the end of the clean-up in 1992. The second thing would be to say what specific issues have come up in the last year or so and what work we've done about that, and the third thing would, what are the open questions that really need to be resolved before we The clean-up ended in 1992, and at the end of that continue. season, it was about July, things were handed off to the Trustee Council. If further work was done or monitoring was done, it would be part of restoration. What we've done are several projects since then, some under DEC, some under NOAA, some in conjunction between the two agencies, but mostly we've done monitoring. thing was in 1993, we went out and did a survey of the last sites that were surveyed during the response days. There were 52 sites, and we also looked additional, a little less rigorously, but making site visits to a variety of places that were recommended to us by community people and the public-at-large. And, what we found, basically, in that short survey was that subsurface oil was decreasing more quickly than we thought that it was, but especially at sites where there had been fairly aggressive clean-up, so at least our working hypothesis at this point is that the clean-up at

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certain kinds of sites really did accelerate the availability of natural degradation and it did better. Another thing we found that was interesting was that, at the so-called high energy sites that were left alone, upon the theory that they would, quote/unquote, clean themselves up, we actually found that the decrease in the subsurface oiling there was somewhat less than the places where we had done clean-up. it's pretty hard to draw really So, quantifiable conclusion from that, but I think generally what we learned as response people was, that if you have a big spill and you have a lot of oil on the beach, what you want to do is go and, as long as you're not nuking the area, clean it up hard, clean it up fast, and get out, and I think the next time we have to deal with it, that's exactly what we're going to do instead of trying to do a little bit everywhere. We're doing this summer an additional survey in Kodiak similar to the one that we did in Prince William Sound in 1993. The oiling conditions were different, it's a little harder to do, but we're going to go to somewhere between 30 and 50 sites total, Diane?

DIANE: (Affirms inaudible)

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MR. PIPER: From Shuyak and Afognak in the north, over on the west side of the Kodiak Island and Shelikoff Island Strait near Larson Bay and Karluk, and then probably some sites around the southern end of the island around Akhiok, and the primary purpose of that survey is to get a general idea of fate and effects, try to gauge the changes in the oiling at those sites compared to the last time that we had survey information from there, but also to work

with the communities to see if we're getting information to the communities that deal with concerns they have about continued oiling. And people see oil and they see what they believe to be oil or they know where oil existed during the spill clean-up and so on, and a lot of those issues haven't been resolved. There's not been closure on a lot of them, and what we want to do is, as much as possible, try to bring closure to those by finding out what is there or not there in 1995. No one has done extensive work sampling underneath certain mussels beds in Prince William Sound and the working hypothesis there originally was that if you did a lot of clean-up on these sites that you'd kill all the mussels and it would cause more harm than good, and the oil will probably degrade over time, etcetera, etcetera. What -- what originally some researchers working on another damage assessment project found out, that has later been confirmed by NOAA's work, is that if you had a heavily oiled mussel bed, and there wasn't any clean-up that you'd probably have a very substantial oiling underneath that mussel bed still. And, you can't say that it's exactly the same everywhere, but basically where you have some kind of a barrier that breaks away energy, or doesn't put a lot of oxygen in water -- get down into it, your degradation is going to be slower. We don't know how big or how widespread that problem is, quite frankly. I think that it's not as if every mussel bed got oiled out there, it's that there's a subset of all mussel beds that is the subset of mussel that were heavily oiled, and then there is the smaller subset of those that they've sampled, so, you

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know, I think we've learned something again about what oiling is and how persistent it can be under certain conditions, but I don't think we have enough information to make a belief to say that this is some kind of a widespread problem. That's not to say that it is or isn't, but the information that we have doesn't really let us do If people have questions about what damage that may or may that. not be causing, I'm not that guy -- I'm not the guy to ask, I'm not a biologist, and hopefully Bob can help us out on that, if somebody So, what we were faced with in this, in the has that question. upcoming work plan was an issue about whether we're going to do continuing clean-up under a restoration authority in selected sites in Prince William Sound or elsewhere, and there are sites that have residual oiling, mostly asphalt on the surface, then some -somewhat more -- less degraded boiled at some pockets of subsurface areas under certain beach conditions, and a bunch of those were in the southern part of the Sound around Chenega. The -- that was an area that got fairly heavily oiled, work was delayed there while there was a lot of work going on in the northern end of the Sound in 1989, and those are where I would say the greatest number of our residual oil sites are located. So, the question has come up, isn't there something we can do about it. The Trustees authorized a project to do a search of products and techniques in this current work plan, take a look and see whether there were any new things out there since the close of the Exxon Valdez clean-up that would unlock this box of what do you do about residual oil that is stuck in the nooks, nips and crannies of boulders or buried in subsurface

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sediments, with boulder (indiscernible) on top of them. The short answer is, we pretty much have the same stuff with a few exceptions that we had six or eight years ago, and that's not because nobody has tried, it's because that there are certain -- oil spill cleanup remains, not rocket science, okay. It's largely achieved through physical and mechanical processes, and those can either be natural or they can be aided by -- by man, and a lot of women too. The job basically is exposing and agitating, collecting and taking When the oil is more mobile you can do that pretty well because it's floating on the water, or you can get inside a boom, but as it turns to asphalt, it doesn't come up very well. There's a class of products known as shoreline cleaning agents, generally, and this has been around in varying configurations for some time, but they fall basically into categories of solvents or surfactants, and -- well, that's pretty much it, I mean, unless I missed one Steve?

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STEVE: Disbursing and non-disbursing.

MR. PIPER: Oh, disbursing and non-disbursing ones, and Exxon has one that they really like that they've done work on since the spill called "Corrects At 9580." It gets oil off rocks and in field tests it's shown to do that. One of the basic problems with it is — did not — did not figure out exactly how to keep it from dispersing, and just from a standpoint of a responder, I don't even get to the toxicity issues before I get to that issue. If you cannot collect and dispose of the stuff that you're putting on a shoreline for clean-up purposes, it's probably not the one you

want to use under most circumstances. There's another class of products known as surfactants, and there are biosurfactants, and there are other ones that have different formulations, but essentially what the surfactants do is they break the bond between the asphalt and the surface, or the oil and the surface, and then you add some kind of a flush, some kind of pressure to float it off or push it off and then you collect it. And, one of the products that we tested with when it was owned by Tesoro in 1993 was a product called PES 51, which is essentially biosurfactant, and the short version of PES 51 is, DEC views it as a very good product and we anticipate that there are going to be a lot of different uses for it under a lot of different circumstances, and while all the bugs haven't been worked out how it's applied to certain kind of substraits and all the toxicity questions haven't been asked, generally speaking it's a pretty good product, and of the surfactants that are out there, we actually like that one the best. So, the efficacy of the product is not a huge issue with DEC at this point. And, that is the product that has been bought most frequently by community members, particularly in Chenega to go do work to remove this asphalt. What I've tried to point out in the analysis that DEC is doing of this, is that it's not so much the product that we want to talk about in terms of its effects on the shorelines, it's the method, and if you assume that mechanical process and physical processes are just as much a part of the clean-up as the product itself, you're presented with the question, how do you put the stuff to the oil, how do you flush it away, and

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how do you pick it up, and that's really what the issue is. any -- any time you start doing things like, including a flush, transporting hydrocarbons in varying stages of degradation around, adding another product, having a solid waste disposal problem associated with it, transporting the product to some place that you're going to deal with it, having vessels that are using diesel fuel and transferring fuel in the area, having compressors, and having people and everything else, what you have is a tight, little industrial operation in an area, and there are certain times that's just fine, and there are certain times where it might not be fine. And, really what -- what people have hoped for is to find a technique that makes the oil go away, and what I'm here to tell you is there is nothing that makes it go away unless you go do something with it, and as long as you're willing to buy into the things that may happen along with that clean-up, that's okay, but there's no surgical strength that does this kind of work. The concerns that we have at DEC and that we've brought to the Trustee Council, orally and in a draft form, are that this raises some very significant guestions like -- the oil currently is in the high intertidal for the most part, okay, and as the spill wore on and the years went by, oil generally got cleaned up by natural and nonnatural processes from the waterline up. Now, the most persistent oil is obviously the stuff that's been least exposed to weather, wave energy and so on, and tidal changes, etcetera. remove that and to get that out, you've got to apply the product and the industrial process into the upper intertidal, and then it

kind of goes downgradient through the middle and lower intertidal areas at various stages in the tide cycle, collects in the nearshore shore area and you pick it up. That's not a low impact operation, and that's got to be considered, and one of the things that -- it raised a question in terms of the Restoration Plan is -the Restoration Plan says, among other things, that, number one, you've got to have when you start a project a clear and measurable goal. You've got to have an outcome that you're pretty sure that you're going to get to. That's difficult to say what that outcome We struggle all the time with the question of how clean is clean, and what we saw at the PES project in 1993 was that that can be a very effective product and getting tough spots in a subsurface area down to certain levels, exposing sediments to further degradation and so on, but I don't know that we can measure that for you everywhere around and whether that measurements going to be acceptable to everybody. So, as a technical issue, that's not so As a policy issue, it does become a problem much of a problem. because whether we want to talk about this in a non-technical nature or not, the fact is one of the principal, continuing issues about removing oil is not that it's toxic and harming in the environment, it's that we don't like it there and we want it out of there. okay, that's comes up in virtually every contaminated site clean-up that DEC does, but this is not largely a technical issue, here. This is an issue of what people want in their area, and what people are willing to accept on public lands. That's okay to talk about that, but it's not a science issue, and

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we need to be very, very clear about that, and if we can't get it down to zero, it's got to be something less than -- it's got to be something greater than zero, and we need to talk in advance about what that is going to be, if we're going to do any clean-up, because going back and continuously do this time after time after time, and getting an unacceptable result just really lets this drag And, that's something that the Trustee Council is going to have to wrestle with, when this -- when this question finally comes up and we'll need your help on that. Second part of the restoration plan deals with the whole issue of you cannot undertake one restoration activity at the expense of another one, of another injured resource or service. And, the question that comes up here is that removing the oil is a desirable goal, if that desirable goal is significantly in conflict with recovery in the intertidal zone in these areas, there's a problem there, and we need to talk about that. We've got to have that conversation and make sure that it's clearly understood what we're expecting. And, those are the two principal things that I see the Public Advisory Group and the Trustee Council is having to deal with as we go further down this issue.

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MR. McCORKLE: Would you rename those two principal things again.

MR. PIPER: The first one is what -- we've got to have a clear and measurable goal. You know, what are we going to get at the end when we do a project like this, and because it's not that we're trying to get it down to so many parts per thousand or so

many parts per million, we're talking about absence or presence of oil and what level is going to be okay. And, we're talking about non-visual oil and visual oil, so there needs to be that conversation about what an acceptable result -- what range is acceptable.

MR. McCORKLE: And part two?

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And part two is that you cannot undertake MR. PIPER: one restoration activity at the expense of another injured resource or service, and that is -- that is totally a policy call, after a certain point. There will be disruption if you do further cleanup, and if you do that, what would that disruption be, is that disruption acceptable, and does it have an impact on another recovery entity. It's interesting for me to be saying this because in 1989 and 1990 I was one of the people that was -- was strongly in favor of and still am, of going out and hitting these places hard, and the question came back, geez, you're really going to cause a lot of disruption here on these beaches, and I said, that's fine except we're up to our ankles in oil, we already have got disruption. And, really, there's a scale here, I mean, there's a curve where we are. Back then, the -- relative to the existing conditions in 1989, '90 and '91, really aggressive clean-up was acceptable. Now, as we get a little farther out on this curve, it's not the same, you might not necessarily get the same answer because there has been recovery in the intertidal under certain circumstances and certain places, and there's still a few problems and Bob Spies might want to say what some of those are, but

generally speaking, we've got some kind of recolonization and succession and recovery in the intertidal zone. Maybe it's not complete, maybe it's not uniform in all areas, but we need to address that question if we're going to talk about exposing it to a lot of activity disruption and additional hydrocarbons at various stages of degradation. So, that's kind of where we are. Those are the oiling issues. We had this talk at the work force meeting last week when we were talking about surveys and what surveys we really want to do. The surveys that have been done up to now have been very qualitative, and, which means we go out and we look, we can tell absence, presence, we can make a pretty good guess about what the changes are based on our experience and our past data, but in terms of real hard numbers, science, you wouldn't go write a paper about that and have it reviewed by -- by peer reviewers that said yeah, you came to a real quantitative result here, I'm telling you what the changes are. It's very tricky. So, we've gone out and sort of stop and look at things and see what's there and how, how it's changed, and those are the kinds of things we've done. We've also done it largely in response to what community concerns are. Gone to those places that we heard complaints about or comments about, and tried to deal with. We're at a point now where we cannot go everywhere, we cannot do everything, and we really don't even know what the entire -- at the outset -- what the entire set of all oil shoreline is. I mean, we're not going into it, the methodology used to do the surveys down the line was driven by response, and it didn't necessarily mean that you got every

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shoreline that was oiled. So, if you assume that we can't go back and do that project now, what we really want to know is, what oil is left, what's it like, and how's it going to change. to be pretty good questions, I would think, and you may want to add some to them, but those are questions that come to my mind, and then I would say, well, how do I answer that question in a way that gives us some kind of scientific -- some degree of confidence in terms of science, and what I would suggest is a different kind of project where perhaps we look at why people -- what perceptions people have, how many of those perceptions can be answered with existing information, and then how many can't, and then look at what kind of information we need to go get, and perhaps that's something like taking the three or four classes of shorelines that were oiled, choosing a representative number, tracking the data in each of those kinds of things and coming to some more quantitative answers about how the oil changes, and then saying with some confidence, that if you have another shoreline like this within the oil zone, this is probably what's happening to that oil, and that may be the best project, it may not be, but that's my wrap on that. Mr. MR. ANDREWS: Chairman. Ι really agree with

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everything you said. I would just like to point out a different area though, that perhaps you overlooked, and that is perception by the public which is pretty much driven by media, and in a lot of cases misinformed or ill-informed -- half informed media, and I can recall during the months, several months right after the oil spill that the whole thing was driven by hysteria, and not by the cool,

calm presentation that you've just made of how we, as the public owners of these resources, should approach this thing. And, I would suggest that when we do have the next -- that immediately a media task force be formed to deal with this problem because, if I'm wrong, tell me I'm wrong, but my perception in reading the press reports and accounts was that hysteria was driving everything around Valdez and that -- in that area at that time.

MR. PIPER: Well, the -- two things about that, one is you're right about a lot of that, and if you look at other disasters that include natural resources and perceptions of it, journalist are not the most scientific -- scientific savvy group and they make huge mistakes. It's kind of ...

MR. McCORKLE: They're not savvy at all.

MR. PIPER: It's going to have -- well, some of them, but not many. But, on the other hand, I'll also say that we also did a really lousy job sometimes communicating about that, and I think that subsistence is a classic example. One of the reasons, I firmly believe that we still have a lot of questions and uncertainty about subsistence issues coming back to the Trustee Council and the resource agencies, is because at the outset it was communicated poorly, and it was not a two-way street. Now, we kind of got our act together a little better as time went by, but the credibility was already shot, and I don't think we've recovered from it quite frankly, in a lot of cases. So, well, that's one of the reasons it persists.

MR. McCORKLE: Ernie, are you at a place where you can

take questions now, or are you ...

MR. PIPER: I'll take -- do what ever you want, I'll stop, I'll go away, I'll take (indiscernible - simultaneous talking).

MR. McCORKLE: No, no, no, I assure you that your presentation has been extremely busy, and I know there's -- probably a lot of questions, but I wanted to make sure that they came at a time that when it kind sort of suited your presentation.

MR. PIPER: I'm at your service.

MR. McCORKLE: Okay, I think we'd like to recognize Martha Vlasoff first, and then we'll come over to this side of the room.

MS. VLASOFF: Okay, I think the reason that there was such miscommunication about subsistence issues was they made other things more of a priority. They list, you know, they decided what their priorities were, and subsistence wasn't on it -- in it at all. It wasn't considered a priority in the beginning. But, I was -- what I'd like to suggest is looking at other areas that -- that have been oiled in populated areas, you know, other oil spills, and see what kind of issues -- have you done that -- have you actually did any research into this issue of populated areas, the oiled beaches and the public, you know, as far as their perception and what other people have done in those cases.

MR. PIPER: We've not with oil because it's not the same kind of issue, we don't -- the number -- of spills -- but, let me just say that the Exxon Valdez oil spill was big and it seems

unique to us and it was unique in its bigness, but the way that issues with the public are aligned and the lingering issues that hang around and the kinds of things that people -- concerns that people have are very, very, very similar to virtually any of the contaminated sites that we manage even here in Alaska or outside. What is the level of risk. If you, the government tell me that so many parts per thousand is okay, is that really okay, my kids play down the street, what's going on here. There was a show on Frontline last night on public television about high electrical transfer lines, and it's very similar, in the absence of information the patterns of -- of how people view things, what they're afraid of, how they get information back about that are very similar to industrial accidents all around. So, the populated and non-populated is really not -- is a good question, but it's -we have more in common -- the Exxon Valdez has more in common with any other contaminated site management or (indiscernible) than it does with another oil spill, for example.

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MR. McCORKLE: Before we go to Karl Becker, I'd like to see if I could bring a synthesis between these last two comments because yesterday we discussed the fact that in certain situations perception becomes reality, particularly with regard to impacted beaches that are also subsistence beaches. You're dealing strictly with a scientific -- a part of the activity which is mechanically removing oil. There's a difference, an additional parameter here, which was just brought up by Rupert, which is the fact that as a result of learning all of this, one of the things that we may need

to wrap into the protocol for the next oil spill, is making sure that in addition to science going forward and cleaning up the beaches, that there is at the same time a program to address the social aspects and the cultural aspects of that very same situation which we didn't do in Valdez until fairly -- much time had gone by because of the reaction of what we were faced with at the immediate moment. So, I'm saying all of this just to get it in the record so that we'll have an opportunity later on to make sure that we get a PR program that goes right along with the first moment we have the oil spill so people will know how much panic is necessary, and we also get a social/cultural program that goes right along with the scientist and the clean-uppers, so that all that can go forward. Having said that, Karl, what would you like to add? Or did I completely ruin it?

MR. BECKER: No, I guess I would just like to say that probably one of the biggest problems during the clean-up was the PR program, and the existence of one run by Exxon. The media in all fairness did a commendable job in trying to get around that and find out what was going on. If public hysteria was created, I think in large part it was created by the distortions created by the Exxon PR program, which was a major obstacle to try to get to the truth. I think that if anything we need, I mean, I agree with Rupert that, and you, Martha, that deception becomes reality, and part of that perception is created by an atmosphere in which it seems as if a PR program is driving public information. I think greater openness and honesty about the situation at hand would go

miles, and if the news isn't good, so be it, and if the news is better than it can be and the people are -- are expecting it to be, so be that. Anyway, having said that, I would just say, I would add caution to any -- that any PR program be aimed at openness rather than massaging the public perception.

MR. McCORKLE: Perhaps it was a bad choice of words on my part. I should have said public communication, because the idea of PR has such a terrible feeling about it now. They were out and out to shellack paper over, whitewash, blackwash, brown-wash, gray wash, the facts, and that's not at all what I meant. I meant taking the -- the data that we've gained and the experience we have and making sure that this is transmitted to the people, so they know that while we're cleaning up, we're also concerned about the social, cultural aspects that go at the same time, not months later. Jim Diehl, you haven't spoken yet for two days, it's your turn.

(Aside comments about microphone)

MR. DIEHL: Not to mention that Exxon's buying of the silence of their crews that were in Prince William Sound.

MR. McCORKLE: Was that all -- we waited two days. You had the floor.

MR. DIEHL: I wouldn't mention that, everything was (indiscernible).

MR. McCORKLE: Thank you. Let's go to Pam.

MR. BRODIE: I appreciate your talk. I'm still confused about two really basic areas, and one is the business of

the Public Advisory and the Trustee Council of where we go from here, and the other, which is not our business, but I just think as Alaskans we're interested in is, what happens with the next oil The question of where we go from here. I'm kind of surprised because we've had now six seasons of clean-up and two or three billion dollars spent by Exxon and forty million dollars spent by the Trustee Council in clean-up, and yet you seem to be saying, oh, we really don't know where the oil is, we don't really know how bad it is, and you haven't talked about the cost that affects your cost effectiveness of further clean-up or treatment. The Trustees have a lot of money, but it is a limited amount of They have to decide how to best spend it. We have to advise them how to best spend it, and we don't have good tools about measuring what is the value of \$100,000 spent on a monitoring project versus \$100,000 spent on a mussel bed clean-up project and everything else we do. So, it's kind of a broad question, but could you tell us at least your recommendations, your expectations about how many more years and how expensive -- extensively the Trustees should continue treatment.

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MR. PIPER: And, I'll take that in two parts, one, -one, clean-up -- three parts. One, clean-up, and I'll start with
where the oil is and you sort of mentioned we don't know, and I'll
take that question, then I'll take the question of clean-up, and
then the question of service. One, about where it is and where it
isn't, I just put qualifiers on it because if somebody asked to
defend, to write a proof that says that we know where all the oil

is, I couldn't do that, and I don't think you could either. of us could because of the way things were structured. However, a reasonable person having the body of knowledge that's been available to me personally for the last six years, I can pretty much, with Diane Munson, who knows more than I do, we could go out and pretty much show you not only places where we know that oil still exists, but places that would be candidates, and you can do that by looking at what was originally oiled and what the patterns were, what areas cleaned themselves up very well. My personal opinion is that with the exception of a few very discrete areas, built very particular ways, geologically, where isn't a lot of Exxon Valdez oil out there, and that for the most part that that is there is in an extended state of degradation, and probably not really available biologically. So, that's my personal view of it that I could back up and build an argument to support that. Second one is clean-up ...

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MS. BRODIE: When you talk about asphalt for example, it's ugly, but it's not killing anything?

MR. PIPER: One of the things I wanted to do today, and I didn't do it because I didn't go to the building, but we just put down a new parking lot at the DEC building on Cordova Street where there is that big dusty lot, and what I've been looking at for the last five days, every day that I walk in there, is the new asphalt that's being laid there and it kind of makes me laugh, in a perverse way. I wanted to take some, take a handful of that and then take some of the asphalt that Diane's crew picked up last

year, and I wanted to put them side-by-side so I could tell you, when I say asphalt, I mean asphalt. And, you wouldn't go chewing on that stuff, but at the same time you'd walk on it, and we're talking, you know, chemically, a thing that is way out the chain of complex carbon change, you know, it's out there, and it isn't going to break down real fast or real easily. So, that's my oiling stick. As far as clean-up goes, me, personally, within DEC, DEC, the department's view of it, that we're through with clean-up. I really don't think that we're at point where clean-up is a real cost effective solution to problems that we perceive, okay. don't like the fact that there are these hot spots of oiling, but the oiling that exists is -- we've tried to get at it so many different ways over so long a time, it tells me that we're going to get incremental results at most of these places. And, so, if it was me making the decision, I'd say the amount of money that you're to spend to do clean-up, whether it's \$500,000, five million dollars, or whatever, relative to all the other priorities that are out there within the restoration program, I would say that's one that gets you the least bang for the buck. Now, that's my view. If you talk to Chuck and you talk to people in Chuck's village, they have a different view, and their view isn't any less valid than mine. It just uses a different set of variables to come to among their variables that have been the conclusion. And, expressed to me are that it's near us, we see it all the time, and we think it has effect on the way our world works. Well, you know, those are valid reasons to raise, and the decision the Trustees are

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going to have to make is they're going to have make their best call on that, and I'm not afraid to give my recommendation, and Chuck's not afraid to give his, and -- but, they're going to be -- they're coming from two sets -- two different equations that come to that answer. Now, as far as the surveys go, we do really good work, and one of the reasons we do really good work is because there are people like Diane who over the years ...

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MR. McCORKLE: Diane, would you stand up and take a bow? MR. PIPER: Diane pretty much has kept these projects going on a technical basis, gotten a lot of advice from our geomorphologist and synthesized a lot of information from a lot of the very good geomorphologists that worked for Exxon. And, so, I think we do a good job, given the task that we're asked to do. However, I don't like these surveys anymore. I think that the amount of money that we spend on them, past this year, really doesn't buy us the kind of result that we seem to be looking for. Now, if we can address some community concerns with this year's survey, then it's probably \$250,000 or \$300,000 well spent in my But, if the Trustee Council is going to authorize future service by any agency, my personal recommendation would be that it be much more rigorous, that it be more designed towards getting a quantitative result as opposed to a qualitative result, and that further, that those kinds of surveys be expanded and made available to not just the agency -- we do a pretty good job with what we do -- but to the body of Ph.D professionals working in the private sector who work in this field and could probably design a much

better surveying program for us, if we gave them a better task. I think that would a very, very cost effective thing for the Trustees to do. I mean, my department wouldn't get the money, but that's okay, you know, I think we're looking for a different kind of result.

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MR. McCORKLE: Did you say that you -- it would be your recommendation that if we did any further work, rather than doing surveys, we should do something much aggressive, and that we should then invite Ph.D.s who are in the field to help us draft that kind of a program?

Not quite. What I mean is, if we're going MR. PIPER: to do another survey or study about the shoreline oiling and what's happening to it, I think that we need to design it to get more of a quantitative result, as opposed to the qualitative surveys that we've been doing that give us general impressions, and further, that we go to the people, Doug Ryan or Jackie Michelle, Eric Gunlack, Miles Hayes, these are people -- Jim Jabow (ph), who works for us -- these are people who are Ph.D., oil geomorphologists who work either at their own research company or at -- like in Jim's case, the University of Texas -- and these are people that are at the forefront of this kind of research and work, and I think that what you've spent to have them design and conduct a study, one it might be more cost effective because they're, you know, competing more at a company level; and, two, I think it would be -- you'd get closer to the kinds of fate and effects and persistence answers that you really want to get.

MR. McCORKLE: Thank you, Karl. Oh, Pam continuing? 1 2 Okay. MS. BRODIE: I had a whole other question about this. 3 MR. PIPER: Okav. 4 The next oil spill, and you said go in and MS. BRODIE: 5 hit as hard as you can, as soon as you can, like cancer treatment 6 7 Okay, and get out. MR. PIPER: 8 ... and get out, would this -- now all of MS. BRODIE: 9 this would presume there would be another deep pocket to be able to 10 pay for it. 11 MR. PIPER: Oh, we got deep pockets now, don't worry 12 about it. 13 That's another thing I've got to talk you MS. BRODIE: 14 about, but not here, but that -- would that be with this PES 51 15 16 that you say ... I bet we'd use a lot of the same things 17 MR. PIPER: that we used the last time to flush -- flushed stuff off the oiled 18 shorelines, you know ... 19 MS. BRODIE: With hot water? 20 If oil -- yeah, maybe, some places. MR. PIPER: 21 -- but ... 22 Well, the technology hasn't really changed MS. BRODIE: 23 much, but that's another matter. 24 No, but that's okay. I mean the way it's 25 MR. PIPER: employed has changed. The -- the body of knowledge that's

developed around -- I mean, the way hot water washing down this last time was taking a big blunt instrument and whacking the beach like that. And, what a group at NOAA has done, is a lot of really good work in explaining when you hit it with that blunt instrument what's likely to happen. What that tells me is that you should never use a blunt instrument. It's one that you should be a little more selective in where you use it and how you use it and how long you use it, and you should also look at some other alternatives in conjunction with the blunt instrument. So, those are the kinds of things that have changed. In the case of the thing like PES, I foresee in the next big spill, for example, if you know there's big slugs of oil -- looks like they're going to go ashore on rocky shorelines some place in Prince William Sound or Kodiak, maybe the best thing to do at that point is to send a point out with a bunch of drums of PES 51 and spray it on the clean beach, so that right before the oil -- when the oil comes ashore, it doesn't bond, it washes off and you get it back to where you can collect it. mean, maybe that's a good use. So, those are the sort of things that have changes, not like anybody came up with the silver bullet, they just figured out how to aim better.

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MR. McCORKLE: Did that -- okay, Karl, and then -- okay, then we'll come to Nancy next, and then to Chip.

MR. BECKER: Yeah, Ernie, at the Cordova Trustee meeting, Tom Copeland expressed concern that there may be subsurface oil remaining, and he cited the example of the Braer and I'm trying to think of the other spill, where it was presumed that

after 30 percent of the oil sank, it remained on the bottom, and his concern was that there be some survey done of the -- the bottom along the path of the original spill to find out if indeed and to what extent there is subsurface oil remaining in the sediments.

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MR. PIPER: You mean oil in deep trenches were collected.

MR. BECKER: Yeah, deep wells, deep trenches and what-

I would say that when Tom did that, and he MR. PIPER: actually he cited a draft paper by a couple of USGS guys, one of Krenfold (ph) who has done a lot of work on Prince William Sound, and, a couple of things on that, one, I don't know what Tom's information is or where he got that, okay. It may be -- there's not a lot that tells us that oil sinks, okay. Generally, what we know is that if you -- if oil of certain types is around, a lot of particulate in water, it might particulate (indiscernible), then particulates sinks and takes some oil with it. Okay, whether that all goes together or whether it, you know, that's what we know about how some of that stuff happens. So, if I have asphalt bound up with gravel and stuff like that, it'll sink. You know, you throw it in water and it'll sink. So, I'd have to look a little bit more at where Tom got that information. What Tom cited though was Krenfold's paper where he said they found Exxon Valdez oil in very deep sediments. And, I'll summarize it because I read the paper that he had there when he had it. What Krenfold's gig is, is fingerprinting -- fingerprinting different kinds of oil, so he's

very good at it, and he has come up with some really interesting work because he's gone where few of these people have gone recently to figure this stuff out, and what he was saying is that we're going to look at some of these areas and see what kind of oil we find on the bottom, particular in these deep places with rich dietamatious (ph) muds, you know, because for some reason that's where it goes and collects. Don't ask me why because I don't know. But anyway, they went out and they took samples and they took them in Prince William Sound, and they came up with some samples that had trace hydrocarbons in them. Krenfold then fingerprinted them in a variety of ways, some of them were to his work, which is this Monterey formation crude, which he says go back to the 1964 earthquake, when the asphalt plant went or some other spills in the Sound back when canneries and everything else used a lot of that oil that was shipped up from California, from the Monterey formation. Okay. Then he said, there's nine samples that I've got here that have -- that show characteristics that these really, really far out degraded ends, that show the characteristics of Exxon Valdez oil, and kind of a leap that I thought Tom was making was, wow, maybe there's a whole bunch of oil out there. But if you really look at what Krenfold was saying, we're just talking about trace amounts, and then he explained how he thought those trace amounts might get there. And, what his view was that it was not that oil had sank after floating on the surface, but that when he takes these samples and finds this stuff, that it's mainly because of secondary transport in out-years where it came off beaches, and

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then, you know, transported down to deep sediments. So, we're talking about very, very small amounts that he thinks -- theorizes -- came off of beaches, bound up with particulates as it degraded then came down in, so it's not like there was big slick floating around and then all of one day it went "bloop" and sank. It's really a different process that Krenfold is talking about. As far as the Braer and stuff, I don't know quite where Tom got that, he may be right, but I can't answer that question.

MR. BECKER: Is there any effort being made to -- to find out more about that, and to determine if, indeed, it is a concern that needs further research.

MR. PIPER: Yeah, after he said that, one, I got hold of Krenfold's paper because he cited the two, now I want to find out where the Briar stuff came and the RCAC is just chasing down some that information for us.

MR. BECKER: Yeah, I'd like there to be some follow up on that, whether or not, at least, any actual surveys or not, but sort of was an expressed concern, it was done publicly, I know that talking about public perception that that will certainly be seized on as something to be concerned about.

MR. PIPER: Right.

MR. McCORKLE: And, quantity is also possibly important, if oil is there, it's there, but if it's in minuscule amounts, that's one thing, if it's in much larger volume that is something else to be determined then. Nancy Lethcoe.

MS. LETHCOE: Yes, thank you. I wish you would have

come at another one (indiscernible), we provided the transportation for Ken Holden (ph) and Paul Carlson, who actually is the person who did the deep sediment samples. They are doing some more work, and you might want to talk to Paul Carlson about it, and the significance of finding a small -- I mean, they're doing broad samples, and this is a huge floor, and they're going down to, you know, like a very, very tiny section of it. Their chances of finding oil are, you know, considerably remote, I mean even there (indiscernible) in a dip in it down there, you may hit the sides instead of the bottom of it. So, when they do find it, it may be far more significant than it would appear from the amount they found, just the fact that they found it. But, I -- I would recommend you really talk to Paul Carlson on it. They're -- just finished this year's survey in the Sound. I'd like to go back to the previous discussion, and this is from the tourism perspective. I'm not quite sure where to begin on this, but I'm sure everyone is very well aware of the publicity that has been out that says tourism has increased in Prince William Sound since the spill. Tourism comes in various shapes and sizes, and it is true that cruise ship tourism has increased in the Sound, but tourism in the oil spill, physically-impacted area has decreased, and I think the opportunities for developing tourism, and I think maybe Chuck would prefer to speak to that, have not been what one would have expected in 1988. It's very difficult to promote visiting oiled shorelines. It's very difficult to take people out to places that you believe are no longer oiled and to stumble across oil, and I -- I must say

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that I've been very pleased to have been part of the evolving surveys because it help me realize that a lot of the oil in the Sound that people are finding in the upper intertidal zones is not Exxon Valdez oil, but possibly '64 earthquake or earlier oil. However, I think that it's important for us to -- considering the oil that's out there, to consider its impact on tourism, and I've given a great deal of thought to this, and it's very difficult to figure out what can be done, and I -- I think lesson are learned -is one of them is this whole question of perception is reality. I am extremely leery of that. Or, I would say more and more I think perhaps the fishing industry's handled the perception -- is the reality -- issue much more competently than the tourism industry. The tourism industry allowed brochures to go out that falsified the areas that were oiled, put little pinpoints in Prince William Sound, a very narrow funnel of it goes out into the Gulf of Alaska implying that all the oil was out in the great universe and nothing on the shores at Prince William Sound, at the same time that local newspapers were publishing lots of oiling on the Sound shore.

MR. McCORKLE: Pictures.

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MS. LETHCOE: ... and pictures, and so that it has created a tremendous credibility problem for business that actually take -- truck people to beaches in Prince William Sound, like the kayaking or other -- my suggestion at this point, and it may be that this is a project that should be proposed for next year, or perhaps it should be incorporated under yours or somebody else's

project, that a one sheet flyer back and forth, back to front for the sea lions problems. That might be done on oiled beaches explaining exactly some of the lessons learned, the lessons that are still -- the questions that are still open, we have an educated public. And, you don't have to give an answer, you can say these are the areas where issues still remain, and then go onto discussion as you did on the oil that remains on the beaches, and what would be the trade-offs of cleaning up, what would be the trade-off of not cleaning it up, and why particular decisions were made. I think it would make a -- much easier on people who are providing tours out there and for the general public to pick up and visitor centers. That could be a major contribution to helping the tourism industry recovery.

MR. PIPER: That's a very good idea.

MR. McCORKLE: Do you have a follow up, Nancy? Is there a few more you'd like to say before we switch speakers?

MS. LETHCOE: I guess, yeah, the future question.

MR. McCORKLE: Good, we'd like to have that.

MS. LETHCOE: I sat through an oil spill conference with a number of other people in this room in San Diego, and listened to a paper on perception is the reality from Coast Guard in which they gave the military response about Granola — or Granada, whatever the invasion we did there, and I'm sure he would have cited Korea if he could have, was the way oil spill public relations should be handled in the future. This would cause a significant problem for the tourism industry I can tell you that right now, and he was

totally oblivious to the fact that the manipulation of information and the absence of information and letting people's imaginations work, or old file photographs work. It's worse than trying to give accurate information and a context in which to interpret the information you're getting, and I was hoping that -- that -- if we, as a group, can make a recommendations or maybe even have already published materials that would help reporters and help businesses help the public to understand what the public policy decisions are, what the trade-offs are between various resources, that this information is available before a spill occurs, or readily available to get out to people before a spill occurs, would be most useful. And, I also want to talk about, I guess, a third thing on the future and the present, and this is impact of the Trustees annual meetings and reports on tourism. When you put out reports all the time that stress the damage that remains and to the recovery that has occurred, this continues to emphasize to the public that the damage, and we still routinely receive phone calls from people who want to go on a cruise ship, wanting to know that if it's safe to take a cruise ship trip to Prince William Sound because of the damage of the oil beaches. We don't get them from -- very many calls from people who want to take trips, because they know that the beaches are oiled still and that wildlife isn't there, and so some how, I mean, there's a real problem out there and I think it's still being exasperated by reports coming -- the way the Trustee Council handles the release of information.

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MR. PIPER: If I could respond to that. It's a very,

very good point, Nancy. I won't tell the story, but only to say that I just spent probably 30 percent of my time in March and April trying to keep EPA, trying to convince the Environmental Protection Agency, trying to educate it -- environmental professionals that there was not oil after six years, seven seasons, all over the shorelines of Prince William Sound. It was incredible. So, I think your point's well taken.

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MR. McCORKLE: I think -- we have a lot of speakers stacked up and I have you all down, so I'm not going to forget about you, but I'm sort of the tip to the staff. We'd probably better have a few extra copies of the complete transcript of this meeting available because a number of most weighty issues have come up in the last day or so, and certainly for now, that I think we're going to want to create subcommittee tasks forces on. if I understand what Nancy has just said, there has been a lot of disinformation promulgated to tourists both by the professional people in the tourism industry and perhaps by us. Everyone will have that changes some way. We ought to get that addressed, so it doesn't slip away from us. So, thank you very much, Nancy, for I think they're quite important. I'd like to those comments. insert ahead of Chip, who shall b next, after Doug. Doug hasn't said a word for two days, and he had something he wanted to say.

MR. MUTTER: I just had a questions.

MR. McCORKLE: Speak in the microphone.

MR. MUTTER: Which projects in this should the PAG be looking at with regard to oiling, there's not a copy called oiling.

So, what -- what are they trying to decide?

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This discussion occurred in the work force MR. PIPER: because the Department of Interior is head of it, and I'm going doing a study about certain kinds of beaches over on the Alaska Peninsula and persistence oiling, and this issue -- issue came up, well, are we really going to do -- we're just doing pieces of studies in different ways instead of trying to decide what questions we want answered, and do something that really addresses that, and the -- the idea that was then kicked around was that the Trustee Council sponsor, as you can see the amount of discussion we've had about this issue just here, bring in some people to really talk about it. What it is that we're trying to get on oiling issues. Is it still a big restoration issue? what are we going to do about it instead of addressing in this piecemeal basis, and that what the discussion was, and that's why there's nothing in there because we decided we're really not coming at the problem in a way that we -- or we don't have enough advisory information to convince us we're coming at the problem in a way that's really answering the questions.

MR. MUTTER: So, we're not proposing to spend any money in FY '96 to do anything about this, at this time?

MR. PIPER: Well, there's one that -- what is out there is the project in this existing work plan, which was 95266, which essentially says look at -- look at new stuff, see if there's new stuff out there that would allow us to do experimental beach clean-up, and if there is, make a proposal to us. And, what --

what I'm trying to point out is that there is going to be a meeting at the Trustee Council when this issue comes up, there's going to be three different equations that are coming to this answer. There's mine, from the department, which says here's what I think clean-up will do and not do, and here's what I think is cost effective and not. There's Chuck's, which is going to say, but if we add this variable and the importance to us as the public, this is the answer that we want, and then there are issues that Nancy has just raised, which are very valid as well, using different variables that say, I don't care necessarily, DEC may becoming to a nice technical judgment about clean-up relative to what they do, but they're not taking into account really how we make our living and how we live our lives. So, that ain't the science issue, but it's going to come up and it's going to come up to the Trustee Council, and the view of the work force was that we ought to stop dancing around this issue and addressing it in piecemeal basis, with this survey here, and this experimental beach clean-up thing here. Let's find out what the real issues are, put them out on the table, and then decide if we're going to something about them.

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MR. LOEFFLER: Excuse me, there's was one one additional proposal, and that 96094, was which was the (indiscernible) starting the PES -- to study -- to use PES 51, I'm not totally familiar with it as -- to determine whether that or other techniques are useful for cleaning up mussel beds or the shorelines.

MR. McCORKLE: We have a good list of speakers, and if --

if we have already addressed your topic, please then, let us pass by to the next ones, so Chip you're next.

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MR. DENNERLEIN: Thank you, Ernie, I've got a question that maybe you can address. With the caveat that many foreign substance in environment has a biological effect, positive, negative, it alters in some way, what I hear you saying is that in most cases — first question, in most cases we have aesthetically impacted beaches, but not biologically impacted beaches in the sense of, DEC believes, in most cases, in a sense of a toxicity that would severely impact the other — the rest of the biota that correct, I mean we're really first dealing with a lot of aesthetically impacted beaches?

MR. PIPER: Short answer. Yes. The other part of that is no, it's not just toxicity. One of the things we've been concerned about is if -- if presence of asphalt sometimes displaces natural succession on a shoreline if that's the case. Well, that's an impact too. And then, but let me give you an example of what I'm talking about. Boulder field from about here to that "exit only parking sign" in the parking garage, steep face, high energy, big boulders, not a real hospitable place for the usual suspect in the intertidal. Oil pushed all in the nooks and crannies, very, very difficult to get out, but relative to a shoreline, a Gibbons anchorage on Green Island, it's a pretty low impact, you know. Ι mean, biologically they're two different settings.

MR. DENNERLEIN: Okay, and with all those variables in mind, what I hear you saying is that DEC will come forward to the

Trustees at some point. There will be this -- there will be this harmonic -- I don't hear the harmonics yet, but I see the convergent of (Aside comment) -- of, you know, Nancy's viewpoint and Chuck's viewpoint and DEC's technical viewpoint, and it sort of gets given to the Trustees. What I don't hear is a matrix, yet, of a sense that this is aesthetic, there are other factors, biology, nearness to community, subsistence, how we make our living, I mean that -- that -- that is public policy, but it's technical in the sense of it does -- if Nancy is correct, and there is how do we make our living impact, that is an injured resource. That is a service that is lost, slam dunk, right in the heart of the -- of the restoration plan, and I don't hear yet a dialog that creates for the Trustees some sort of order -- a matrix by which they can say, most of these are aesthetic and we only have so much money, and it's not as cost effective but to get at the -- hit the top, the high points of a tourism or a lost service, we would clean, you know, maybe these areas and put out better literature. We would, you know, we would not -- we would not hesitate to walk across a parking lot, but we wouldn't rinse our clams in water that float across the parking lot, and so maybe over here by Chuck's area these couple of things are worth working on for both perception and maybe even long-term small persistence of the -- of oil in the environment in and around subsistence communities. Can you tell me whether or not that you envision some sort of a -- of a -- of a format, a matrix in which the Council gets more than just a variety of opinions, that there's a dialog that creates some sort of

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Two guick pieces to answer that. One, I MR. PIPER: -- putting on my public policy hat -- you know, Gene Burden, DEC, sits as a Trustee -- the dialog of the public policy issues usually take some part of that him, so it's not strictly a technical analysis here. As a -- I've got that matrix in my head because I look at it that way, I am thinking about Nancy and Chuck's view and the technical people and everything else, but what -- I think you're absolutely right that, that matrix, and it maybe the one in my head necessarily, but that matrix needs to be -- let's not just dump it in the Trustee's lap, it's putting in their lap with the matrix next to it, so it gives it some sense of what goes on. think that's a perfectly intelligent and legitimate suggestion, and it may be the kind of thing that we were talking about in terms of having that conversation. I think that produces that, you know what are the oiling issues and where are we going to go, that's really what they're going after.

MR. McCORKLE: The problem with that is that it is intelligent and logical, and I think the benefit and value of being part of this group for these many years, is we see now that after this much time has gone by, we're now willing to talk about things like that. You know, a matrix could not have been discussed three years ago. There were other priorities, and not enough time had gone by to see that we need to rank and choose among a broad range of things because we were focused on some absolutely critical

things, the things that we thought at that time were extremely critical. So, the benefit of having a number of years to work is that, as we all know, over time, you really learn a lot. The next speaker -- or are you finished, Chip?

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MR. DENNERLEIN: Well, I just want to say that I don't mean that necessarily as a criticism unless it's taken as constructive criticism, but ...

MR. PIPER: No, no, I think it's a hell of an idea.

MR. DENNERLEIN: ... which is to say that the way — the way I approach it, Ernie, in a lot of my work is — something I'm dealing with in the Katmai is that the aren't any villans. There are more bears, there are more tourists, society is more interested in cultural resources and bears than just catching a red salmon. Values have in fact changed, resources have changed, and the issue there is, it is time to move to another level of management. Another kind of decision—making, that's what I think I'm hearing now in referencing Vern's comments as well. We've come to a point where we can, in the process of learning about the oil spill and trying to bring things to an intelligent closure to get the best results for all people affected, now go to another level of sort of presentation and decision—making, is what I think I'm — I'm sensing here.

MR. McCORKLE: Thank you, Chuck Totemoff. Oh, was there a response? Chuck, you're next.

MR. TOTEMOFF: I agree with Nancy's comments over hear, and you know, this has almost become the Exxon Valdez oil spill

best dirty little secrets here. You know, that's my analogy of it.

I was taking a look at your projects for '96 and pretty much everything got zeroed out except a close-out project. Is that right?

MR. PIPER: That's the general recommendation of the work force.

MR. TOTEMOFF: What is that suppose to accomplish?

MR. LOEFFLER: Chuck, I think that one of the reasons, one of the things that's in here, that you may not see, is that a lot of these questions are referred to a work session. There's none of -- none of the projects had sorted out the issues that Ernie has brought out to our satisfaction, and that if you look at the recommendation for project 094, it recommends that a work -- while it zeros out DEC projects, it recommends that a work session be held this winter with the Chief Scientist, community leaders, agency representatives, and other interested parties to review the status, persisting oil objectives and a future shoreline monitoring and clean-up. And, I -- so that's where I think we're going to try to resolve these issues that we're not seeing resolved in individual projects.

MR. TOTEMOFF: Well, from that -- from what I just heard during the presentation today, the decision has already been made that no further clean-up is going to be done.

(Indiscernible - simultaneous talking)

MR. PIPER: What I'm saying, Chuck, is rather than take a bureaucratic dodge and hide behind some kind of the

technical mumbo-jumbo, I'm telling you that based on what I know and what I've seen, and of the recovery and everything else, that I would not put clean-up as a real high priority based on those things as I made that judgment. Now, you'll have the opportunity to -- to counter that point whether it's within this matrix or anything else, but I'm not going to assume that I know everything, but I am going to say pretty directly what I think the case would be. Relative to other things, that's my best shot, and that I don't feel on my Trustee's behalf that putting a lot of money that isn't really, clearly defined in terms of what all those answers are, that that's probably not spending the limited money that we've got the best way. It doesn't mean the money won't get spent, and it doesn't mean that it won't be in a similar project, it just doesn't mean it's going to be on the way that we originally thought this things through. So, that's where I'm coming from.

MR. TOTEMOFF: Yeah, I really don't understand because you've only been monitoring for, what, six years now, and it's been since '92, is that what you said, since the Trustee Council was formed? I don't how much money we've spent at monitoring, maybe three to four million, three million?

MR. PIPER: No, we've spent -- the '93 project was \$390,000. This year's project is about \$300,000. We'll probably spend less than that. And, then there's the NOAA mussel bed work, so, you know, there's an amount of money.

MR. TOTEMOFF: Well, when you talk about cost benefits, you know, these sorts of things, and what our simple concerns are

here, that -- our concerns could have got address, you know, within that funding somewhere. I really don't understand it.

MR. PIPER: Well, I think I agree with you, but what I've said is that I don't think we should do anymore of this survey, we pretty much know. I know that there's oil at Sleepy Bay from that little outcrop there that comes out all around the boulder field to clean gravel. I know it's there, you know it's there. I don't need, you know, do another survey to tell you that. And, you know, I don't think that we should spend more money to further define that. If we're going to do other surveys, it ought to be something that really answers the questions and resolves the issues.

MR. TOTEMOFF: It was my understanding this year that, you know, from Chenega's perspective and concerns that we were simply going to select some beaches and then go out and do them next year, and then that would have been it as far as clean-up.

MR. PIPER: We can have this conversation at another time if you want, but we ought to go through the whole thing with the whole group. It's up to the Chair, but I don't have the same understanding, but it's not so far off from yours that we're from a different universe. But, it is probably a discussion we could ...

MR. McCORKLE: I'd like to have -- just enough of the discussion to make sure it gets into the record so that -- so that Chuck's concern about what can be done, vis-a-vis your comment that this is our analysis of where we are now. And, as I read it,

you're sort of looking for some directions too. Shall we continue to spend a lot of money doing surveying, or what else shall we do, and what Chuck, I think, wants to make sure happens is that something, that's certainly of importance to him, is on that list.

MR. PIPER: Right.

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MR. McCORKLE: Molly.

Mr. Chairman, I apologize that I was MS. McCAMMON: delayed in arriving here this morning and had to go to another meeting, but the whole reason we put this issue on the agenda was due to the fact that we recognize the importance of this issue to communities within the spill area and to residents in particular. But, it is the technical advice that the Council has received, we would go forward and say, there appears to be no further need for clean-up at this time. That's what the technical advisors are telling us. But we also know what the feelings are in Chenega, we know what the feelings are of people like Nancy, and that's why we specifically put this on the agenda, because this is a major issue that needs to be discussed, and we want to have this kind of a discussion. If -- our feeling from the kind of reviews that we've had in the past few weeks that -- the tentative recommendation are tentative thoughts right now, or you have a major discussion of this nature this winter. And, that's what we're putting forth as a proposal at this point, and we want to get feedback from you as to what you think about this. The Council has not made any final decisions on this. We haven't made any final decisions of staff. What we're throwing out for discussion purposes only is just kind of our tentative thoughts at this point. So, I think there's no final writing on this at all.

MR. McCORKLE: Jim King, you were next.

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MR. KING: We keep using the terms recovery and restoration, and this implies, I think, it does to me anyway, that somehow there will be a point where the world will be as it was before the oil spill, and I wonder if we are not deluding ourselves by continuing to imply that. I know that in 1964, after the earthquake, there was a lot of work done, perhaps as much as on the oil spill, but there was not a restoration office implying that they were going to restore the land to what it was before the earthquake. So, you reach a point, I guess my question is, are we still thinking that we can restore the environment to where it was before, or are we at a point where we can improve somethings, somethings we are going to have to live with, some things we don't understand. So, are we still in our recovery-restoration mode, or should we cancel that and say we're into the enhancement mode or some of the other terms that are, perhaps more within the realm of what we can do?

MR. McCORKLE: Ernie, you ought to have thoughts on that.

MR. PIPER: I'll speak to my little narrow world, which is shoreline oiling because I can't speak for the rest of the Trustee agencies on issues I don't know enough about, but particularly on shoreline oiling. The -- my view, the department's view is that, given what happens to asphalt and oiling on rocky shorelines in exposed areas, that if I were to ask, should you

spend X amount of money, a substantial amount of money, to remove it in a short period of time right now, and have these impacts that are associated with that clean-up, or would you leave it to natural degradation, given what we know about six, eight, ten, twelve years of relatively benign degradation, and not have these other impacts, I'd choose natural degradation as the most cost effective and least impact on other injured resources and services. That's my personal view from the department, and it's the department's view too. But, what we've tried to point out in terms of this little conference is that -- or this workshop that's been proposed, is that Ernie Piper may be right, with an Ernie Pipe system logic, but there are additions to that that need to be considered, and if the Trustees decide that relative to all the other things the Trustee Council is doing, that the continuing impact to tourism is great enough that cleaning up the oil out of that uplifted shale and stuff on Green Island and Applegate Island is going to really help that injured service, it's okay with me, I'll go do it, but I just want to make sure everybody's aware of what the associated short-term impacts are with that.

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MR. KING: So, you're saying that you could clean-up the oil to the point that, you know, if money is no object, to the point that there is no oil left?

MR. PIPER: Nope, and as a matter of fact that's part of my -- I perhaps wasn't clear enough about this particular point, so ...

MR. DENNERLEIN: I can never get you to zero.

But, if you're ever going to undertake a MR. PIPER: clean-up project, with the full understanding that we're not going to get to zero, we need to decide in advance what the value is that we're going to quit at and that everybody is going to walk away from it, because if we don't agree that we're going to get four, whatever four represents, and the clean-up we spend \$2.3 million dollars, and all we are is at four, and then people come in and say, well geez, we're not at zero yet, or we're not at two, and that's where we need to be, and that means another \$2 million, then I don't think we've been very efficient, or up front. there is going to -- if clean-up is going to be a restoration activity for subsistence, for tourism, for anything else, we need to decide in advance that there is going to some point at which we're going to walk away from it because I cannot get you to zero.

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MR. KING:

You're beating around the bushes a little. No, let's not, but I'll try again if you MR. PIPER: want.

MR. KING: I think your answer is -- what I asked the use of the term restoration is in the realm of some of the things Nancy brought up that, is not being frank with the public and it's not a reality to talk about restoring things to the way they were before the oil spill. Recovery, we went into that some yesterday. That may be an equally impossible dream to determine where things suddenly pass the magical point where they're recovered. think, now this is directly relative to what Nancy brought up, are we deluding ourselves with some of this language, and the public,

what we're using.

MR. McCORKLE: Thank you for that deep, philosophical question, hope we'll find an answer. We'll go to Dave Cobb next, and I have the rest of you who have signaled on the list.

MR. COBB: Ernie, did you imply that the technological advances we have for recovery oil are no different now than they were as in the oil spill?

MR. PIPER: Yeah, there -- there has been some incremental advances in the technology itself, but any clean-up method is really, really dependent on how you do it, not just what you use, and what it -- in answering Pam's question what I was trying to get across is that, the problem wasn't necessarily the technology, although there are things we could do to make it better, the problem is also understanding how and when and under what conditions to use the technology. We know a lot more about that, and that's where, I think, the big advantage is of that. It's not as exciting as finding the silver bullet, but as I said, we've just learned how to aim better, and it gets a similar result.

MR. COBB: Because, you talked about hot water, you know, as far as a clean-up tool, I don't envision us using that any longer. We're using cold water dilution now, and that's the thing we train for now, are cold water dilution in beach clean-up and nearshore deflection in all that type of stuff, so it never gets to the beach.

MR. PIPER: Right.

MR. COBB: And, I think, you know, and that takes up

a little bit of what Nancy's talking about, you know, these technological advances and this type of training and programs that we're going to using, are different. And, if we tell the public out there that we're not — that we're going back to the same way we did things, you know, we're lying to the public. We're not going back and doing the same way — things that we did. You know, it's — most of the effort now is prevention — preventing oil from ever — it ever happens, and then once it does happen, you know, the quick responses, and I'm naive enough to believe that there's not going to be oil that gets away and there's not going to oil that gets on the beaches, but I think our total clean-up effort is going to a lot better than it was then. And, we need to make sure that the public understands that.

MR. PIPER: I agree.

MR. McCORKLE: Anything further, Dave?

MR. COBB: No.

MR. McCORKLE: Gordon Zerbetz is next.

MR. ZERBETZ: Moving just a little bit along from Dave's comments on the technology. I'm very curious as to what is in place at that present time in the decision-making process, if there is another incident?

MR. PIPER: How -- it's constructed -- the short answer to that is that, we drill and use modification system that's used in fighting fire -- forest fires -- called the incident command system, and no command -- every command system is only as good as the commander and the executive officer and the warrant

officer, you know. But the -- the shore version of ICS is that it -- it brings everybody together under a unified command structure, and that it has more of a focus towards in-need consensus building, getting things on the table, making sure that people aren't going in different directions. There is a common set of goals, among all the parties involved, both in the long-term, but in the short-term. And, it's a really, really good decision-making and emergency management system.

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MR. McCORKLE: Anything further, Gordon?

MR. ZERBETZ: Who is Mr. Big in this ICS?

MR. PIPER: You have -- with a unified command. have -- if there were an Exxon Valdez spill -- that's a bad example because the federal government probably would take it over, but if you had a significant spill, you would have a unified command in which the responsible party, the state on-scene coordinator and the federal on-scene coordinator worked as the steering committee and a unified command would be a single incident commander, but would work a -- you know, rotate on different shifts, and that feeding up to that, the policy comes from the steering committee, but feeding up to it, a four section planning, logistics, operations and finance, and every day and at every shift everybody comes in and says, okay, what are our short-term goals. What do we need to accomplish? What do you need to do to do this planning? you help us do this? And, what that removes, is it breakdowns the walls between institutions and turf, because everybody's on the planning -- everybody's working on the same set of goals. They are as close as possible geared at that worker level to technical, straightforward, response kinds of issues, and the cheeses can go fight about the policy issues, but ultimately, there's one incident commander, and there's one set of planning operations, financing, logistics teams doing it. It's -- and you build with that extensively with oil companies, and we continue to do so, and it seems to be a pretty good system.

MR. ZERBETZ: How soon do you envision this apparatus will be in effect?

MR. PIPER: If there was a spill tomorrow, it would be ICS. I mean, that's what we use for our drills. You know, we train that everyday. That's standard operating procedure, and that's what we train.

MR. ZERBETZ: Thank you.

MR. McCORKLE: Martha Vlasoff, you're next.

MS. VLASOFF: Okay, I wanted to say that basically what you've had a problem with since the oil spill, and I was seven miles away from the oil spill when it hit -- when the tanker hit. You've basically had a problem of priorities, and like I said before, and, where the human being ranked in this priority is lax, still, was then, is now, and that's because of litigation, I understand that. You know, they said the resources cannot sue for damages, but you can, and that's kind of a gray area, too, because of all the subsistence cases being thrown out and subsistence for whatever reason being overlooked in the EVOS process, or -- not overlooked, but, you know, probably last on the list to be

addressed, and, so, I would like to at some point figure out how this could be done differently, basically. The human issues, I -- I believe just the way the gentleman, I'm sorry, I can't remember your name.

MR. McCORKLE: Chip -- Jim.

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MS. VLASOFF: Jim, I believe the same way he does. mean, I think we're deluding ourselves as far as restoration, but everything is based on restoration of natural resources, and -- and the human element of it is, like I said, in the litigation -- and, the next time there is an oil spill, I really believe that -- that the human element should be considered in with -- with the -- how things are taken care of from the get-go. Because I remember when we were there in Tatitlek, it was seven miles away from us, and the contingency plan was nothing but paper, that the response vessels, etc., were up on drydock. There was all those -- those people there trying to make a decision of what they were going with nothing. They didn't have anything to do anything with. sprayed some dispersant, and we didn't know what effect that would have on our people, so we flew out some of the people that we thought would be at risk from that threat, on our own. And, no one informed us that they were going to do that dispersant. I mean, all these issues are human issues, and we shouldn't be left out of the picture, you know, until six years later that we can come, you know, to these kind of meetings and say, you know, the tourism is -- has been -- our lifestyles have completely been changed by what has happened, and yet, you know, we don't have any recourse, we

don't have people listening to us and our concerns. This has got to change, basically, or it will never go away, you know, and the public will not forget. We can't forget, you know, when your whole lifestyle has been displaced, destroyed, whatever you want to call it. You cannot forget, and we'll keep coming back. I really -- I really can sympathize with Chuck on that, you know, a far as the oiled beaches out there, and, you know, I understand your concerns as far as surveying it, and I'm really glad to see that we're going to have a work session on that, and perhaps we can come up with some creative ideas of how to bring that to a closure, one way or another, you know, whether it takes more clean-up or whatever. And -- but I, you know, I just -- I throw that out there that the human issues need to be addressed, you know, right along with everything else, like this ICS. Where do the Native people fit into that -that hierarchy. Where -- you know, is there a function from the private landowners in that -- in that task force, or ...

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MR. PIPER: Yeah, it depends if there were -- the incident command could include private landowners if that's what the situation presented, you know. The steering committee can be composed of whoever really needs to be a player.

MS. VLASOFF: But, I would suggest that it should be, you know, that being — the effect is going to be upon the villages, you know, that's the main problem is people get left out until something happens, and then, you know, let's plan for it ahead of time, that's all I'm saying, you know, when this happens again. We were left out, you know, before, and I think that in

your planning let's just make sure that the human issues are addressed from the get-go, not -- in six years later.

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MR. McCORKLE: I might point out that I am a member of incident command systems from the Kachemak Bay area, and the benefit of the ICS system that was not in place when the ship went aground was that we didn't have anything like the ICS system. That now requires, the ICS system requires that every constituency that needs to be involved is invited to be a part of the command system. So, that the culture aspects, the -- all the other aspects are at the table when those early, early decisions are made as to how it should go. There is also, I would think the responsibility on all of us, in municipalities and in other governmental and private structures, to make sure that the strategic planning for an area takes place, that takes place both at the citizen level and at the governmental level, and strategic planning is the kind of thing that says, now these are the people who will be involved when X, Y or Z happens, and we just have to do that. Usually, the money that gets taken away is the planning money, and the people who are involved in developing strategic plans to address any emergency, just don't get the funding for it. So, when your council or when you legislature, or your money source talks about strategic planning, give them some money, because that's what has to happen. We have a long list -- but, do you have follow on mine?

MS. VLASOFF: I just wanted to say that after the oil spill, I know that they spent up to and probably exceeded \$80,000 per seal otter to clean-up those sea otters up and down the beach.

Whereas, we were asking for \$40,000 to set up a daycare center for the people that were going out on the oil spill, so the kids could have a good, safe place to stay, and we were denied \$40,000 to try to help in that regard. You know, it's like the humans are the last on the list, and it's a shame.

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MR. McCORKLE: Well, they don't have to be, and the matrix that was mentioned by Dennerlein is one way that we can get that done. Your point is extremely important, and I'm glad it's in the record. But, would like to turn now to Chris Beck who has asked to speak next.

MR. BECK: Thank you, Mr. Chairman. I think the matrix is a really helpful, not that I tend to think in matrices myself, and so I've a couple thoughts on what I'd say is the two lines of the matrix. It strikes me that -- and your presentation, Ernie, seems extremely helpful because you're being real up front about the fact that you're talking about one -- one column of way on that matrix, sort of toxicity. Listen to Nancy talk, it sounds like what's really missing, and -- and to Martha and to Chuck, is the -- a more clear assessment of the nature of the injury to certain types of tourism and to certain types of community use, and I don't know, I haven't been out there much since the spill, because my sense is, it all relates to sort of an intimate and up close contact with the environment. A cruise ship tourist doesn't experience that. Cruise ship tourist gets off the boat little or not at all, but a kayaker or ecotrist (ph) or someone who really treasures the -- the subtle detail of what -- whether you look

behind a rock and find some little living creatures, or you look behind a rock and find a piece of oil, and the difference between the character of the day, depending on what you find under that rock, is night and day difference, but a cruise tourist doesn't encounter that, and so what I quess what I think is part of what we're missing is the information that assesses that type of impact on the experience of the Sound, and it isn't a toxicity issue necessarily, it's finding that piece of asphalt, and so maybe what we need as part of this matrix is a better measurement of that aspect of the existing situation out there. We need to understand better what the character of the environment is as used by certain categories of tourists, and as used by certain types of community activities, and on the tourism side, I think it's particularly important because most of the -- the types of tourism that lead to the most local jobs, the most local employment, the most local entrepreneural opportunities are dependent on that very intimate encounter of the character of the Sound, and they don't show up well on just the gross figures on numbers of jobs or amount of tourism, because those are big numbers of people going by and big bucks. They don't turn over the rock. So, I guess that's on one part of the matrix is information about the nature of the injured resources, and I'm particularly concerned -- and then so then other part of the matrix is response, and I think we've talked a little about a need for better information. I listening to your presentation, and not being real familiar with what's been said over the last five years, I'm left more confused than clear on, you

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know, just where -- what's it like to be out there, you know, what is it, you know, when you go up to ten beaches, you know, are you -- what percentage of those ten beaches do you kind of have a sense that there's been an oil spill or not, you know. I mean, I get the sense that certain types of resources -- there's less harbor seals, there are less of certain types of birds, and I could gather a sense of that, but actually, you know, how often when you flip over a rock do you find stuff. And so, getting -- getting, I guess, better information out and sharing that, that's one category of response and that responds is what Nancy is saying about sharing that information so tourist know what to expect. The specific there is that maybe that you can't clean-up all these beaches, but there may be certain ones that affect certain types of tourism, or certain types of the community use. where going that extra from a four to a two is justified. And, then enhancement, it seems like you'd maybe decide that you -- it costs so much to go from four to a two, it's not worth spending the money, and I'm more sensitive to idea of diminishing returns as trying to reach the zero level of impact, and so you may be oiled, but different ways we might spend money, it's a lot more sensible to put it into enhancement, and we can -- as I've been trained now to do at the raspberry book, I see that we have, out of no money from the civil fund, it's almost all criminal that's gone into recreational restoration work and there's nothing scheduled past '96, and we're sort of not asking the question that allows us to well assess these extent of this kind of damage, and we're scheduling no money to respond, and maybe that's

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And, I continually walk into this group sort of a reasonable. recent arrival waving a flag about getting excited about things, and to only find out later, well someone is actually taking care of that and you needn't worry. But, my sense is this one may be where it sounds like it's really good, you're going to have work group this winter, if there are really some really serious questions that need to be asked, and particularly, Molly, as you've explained that we're getting to the point where the spending is really starting to be pretty narrow, and that we're not going to have as much flexibility as we did three years ago. It seems really critical to as early as possible get information on the table and come up with a strategy so we can react to that information before, you know, looking at a list like this, recreation, tourism, the things we're talking about don't make the list, and maybe that's reasonable, but we might want to consider reallocation of some resources in light of the answers to the questions we're not really yet well set up to ask.

MR. McCORKLE: We want you to continue to wave your flag and be excited because we need all the excitement we can get. We are going ...

MR. PIPER: I'd like ...

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MR. McCORKLE: We are going -- just a moment -- we are going to take a recess at 10:30. We'll hear from Ernie next and then we'll go to Kim and then to Nancy, and then we'll recess. Do you have a response?

MR. PIPER: No, not a response, I was just going to

say, I didn't expect to be hear until now, and I was going to ask and beg your indulgence to go plug my meter.

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MR. McCORKLE: Of course you may. You're hereby excused, and come on back when you can. Molly.

MS. McCAMMON: I wonder if when the PAG has the meeting in Valdez in September, if we could arrange to have some stops at a few of the oiled beaches, so that people could actually see when we talk about this, they have a better -- that is a heavily oiled sites, what it means. I think that would be very helpful, and Chuck we could work with you and try to arrange something like that. Just have the meeting there.

MR. TOTEMOFF: Yeah, it would have been kind of nice in the summer because some of the beaches are still shinning when it gets really warm out.

MS. McCAMMON: I'm not sure we're going to be able to get there until September (indiscernible).

MR. McCORKLE: Schedule for a Sunday, you say.

MS. McCAMMON: ... a sunny day,

MR. McCORKLE: Oh, we only have Sundays.

MS. McCAMMON: Well, that's -- that's up to those who live in that area to (indiscernible - simultaneous talking).

MR. McCORKLE: I need to put you on the list after Nancy.
You were next ...

MS. McCAMMON: I don't need to respond.

MR. McCORKLE: Okay, Nancy, you need Ernie?

MS. LETHCOE: No, I think I probably need Molly.

MR. McCORKLE: Okay.

MS. LETHCOE: We're talking a lot about this work shop an 094 is the place where I've seen a work shop, and I read that to refer to something that happened already in '95 and I'm just wondering where -- where it is in this schedule and where the money is for it?

MS. McCAMMON: Mr. Chairman, we haven't plugged in a dollar amount for that. This was with a concept that we started discussing last week, and I think though that we do have to set aside X amount of money to figure out how we're going to do this. We wanted to have further discussion about it first. Perhaps — what we do is just plug it in as it separates either end, our budget or, you know, as a separate project, or whatever. But, it sounds like there's a fairly positive response to it and we should identify it as a specific item that goes forward in the work plan.

MR. McCORKLE: Kim and then Pam, and then recess.

MS. BENTON: I have a question for a project that's funded for this summer, as it relates to some of the things that were talked about today. The Kodiak shoreline assessment project, how are your addressing the needs of trying to get the community involved and try to get the local people -- maybe, you could give us an idea of how that works.

MR. PIPER: Two levels, one, traditionally what we've done in the past was, well traditionally, (indiscernible) use that word, but what's been done in the past is there has been an attempt to contract with local crews or bring local people in, landowners

on the surveys to go look at the stuff, more to use local crews to some of the clean-up and that kind of thing. It's a little different situation in Kodiak because the oiling is different, things are less -- the distances are greater, there are not necessarily in the immediate vicinity villages -- in effect, some of the most -- most heavily oiled areas in the archipelago were up on public lands, you know, on Shuyak and Afognak, and, so we're going to do the usual community contact, bring people with us on the surveys, and in and around the village. We went and met with representatives of the villages to ask them to give us some information about where they thought would be good places to look because the quality of the information about Kodiak isn't as good as it is in Prince William Sound. And, the other factor in that is that I was last on Shuyak literally as the oil was coming ashore in '89, you know, so it's not like Prince William Sound where we kind of know it's the back yard, we know where every little thing is. It's different. So, that's one aspect. The second one was rather than just hiring somebody to come along and help you to work, what I really wanted to do was given the scope of the project, which is smaller, given the type of work which we're doing, which is different, it's not like clean-up, it's more straight survey work, what I wanted to do was find a young person, an Alaskan Native from the area who was interested in going into the sciences, or in the sciences at UAA or UAF or something like that, to work with us as a field tech, and we created two field tech positions, intern positions, with benefits and regular field tech pay, and I was

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supposed to go down and interview one of them this morning, I'm going to go do it tomorrow, but hopefully we're going to have -- it should work out. I mean these look like good people and we should have at least one of them on the crew, and that doesn't affect a lot of people, but over the years I think it does. You know, giving somebody an opportunity who is in college to work with people who are like Jim Jeboe (ph) who is a Ph.D., geomorphologist, learning sample techniques, what field work is like, how you collect information, things like that. I view that as a valuable addition to -- beyond the employment, I view that as a valuable addition in terms of training for somebody from the community. We can't do it for everybody, but I'd like to be able to do that more.

MS. BENTON: So, how does what you learn, what your going to learn, you being the agency people -- and through young Native people, how does that get communicated back to the villages?

MR. PIPER: In the project for -- the project -- the close out of that project is all around communicating that information in whatever the most effective or appropriate way, and rather than assuming that I know what that is, beforehand, we'll figure that out as we talk to people. What's the best way to get information to you? What means something to you? And, maybe it's meeting in the village, maybe it's getting everybody back together in Kodiak again, maybe it's visual. Whatever it is, we'll figure that out, but I don't want to pretend that I know until I talk to everybody what works for them.

MR. McCORKLE: Pam, you have the last question before

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MS. BRODIE: I was fascinated with what Nancy was saying about people calling up now and expecting the beaches to be completely covered with oil. I think we should bear in mind that Exxon has conducted a multi-million dollar PR campaign saying there is no oil in Prince William Sound, and they've been doing this for years. And, the cruise ship industry, it is my understanding, has also been saying this, there's no oil to speak of. I have been worried all these years that the public thinks there is no problem in Prince William Sound when we still have problems. So, I think it's important when you say that the state needs good information so that when people contact you or contact the state, they can get accurate information, but I don't think we should have an inflated view of change in public perception about this, but it seems that the pictures they saw in 1989 made a tremendous impact that this multi-million dollar campaign hasn't shaken loose for a lot of people, and I don't think the state is going to be able to shake that loose either, just like we're not going to be able to go back physically to what the Sound was like before the oil spill. don't think we can control that public information very much either.

MR. McCORKLE: Thank you, Pam. You always have a way of bringing to closure a very, very productive session on oiling issues. I want to thank you, Ernie, for coming because you've held us rapt for two hours, answered all the questions, some of them were tough, pretty well. When we come back we'll have Dr. Loeffler

and company with the rest of the work plan. We'll come back in -- is ten minutes okay? Thank you, very much. Thank you, Ernie.

(Off Record 10:30 a.m.)

(On Record 10:44 a.m.)

MR. McCORKLE: We're back together here, as soon as we can get Cheri to turn us on, we're on our way. Robert, are you ready? Ladies and gentlemen, we'd like to begin if we could, please, we've got -- we must be out of this place at five minutes before noon. Could we please take our seats. Okay, ladies and gentlemen here is the rest of the plan, and Bob Loeffler and company.

MR. LOEFFLER: Originally when we planned this, we had figured that what we would do is take each of what we call the clusters, which is the major program elements, and go through it cluster by cluster. At this point, quite frankly, I think we don't have time for that, and so, what I would beg your indulgence to do is, instead of having a detailed discussion on pink salmon and herring and on through, is give you a sense of -- of really what the process is and what we will do for you in -- in July, and then open it up to your questions on particular aspects of the work plan that you may have noticed so far. So, let me back -- back up and give you our process and where we are now. Our process is that we have a preliminary draft recommendation by the Executive Director, on the work plan. And, you have -- have that in this spreadsheet, and you have a summary of here, just to say we're at roughly \$19.7 million with a target of \$18 million. We're still, of course,

firming up the details and some things may change when it goes out to draft, but the draft will be distributed to the public -- to the public on June 27th. They have until August 1st to do a -- get comments and then a final Executive Director's recommendation will be made to the Trustee Council for their meeting on the 25th of There will be a public hearing -- a teleconference public August. hearing, mostly likely, just one, at a time we haven't set yet, in late July, and, of course, we're also available to meet with any individual group, whoever, by phone or in person, if need be. that's -- that's our process. With respect to the PAG -- that's our process with respect to everyone. With respect to the PAG, the next meeting, I believe, is late July at the 27th and 28th, and at that time the first priority of things with respect to the work plan will be to go through these, cluster by cluster, and figure out if there are any PAG comments or if you are satisfied with the recommendations. Things that you will have then, that you do not have now, is the draft plan -- the spreadsheet is very similar to the draft plan, but you will have more explanation, and I think it will hopefully be easier to read. So, what you will have is some -- a summary and some formatting that's a little different, but most of the information is here. The second thing, which -- that you'll have is, what is not on the spreadsheet, is implications for the future; that is, where are -- what this spreadsheet contains is the FY '96 recommendation. For each project there is a projected cost through its endpoint, and that will be -- that will be drawn So, you'll be able to see what this does for our program in

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the upcoming years. The thing which you have a part of, which I believe you asked for at the teleconference, was -- and I'm not sure, but I think actually Nancy was the person who articulated that, was that you'd like to know with respect to research, how every project helps restoration. That is, it's not enough to say, we don't know why -- about hydrocarbon flux, so let's study it. It is -- it's important to say why we want it, you know, how carbon flux affects the recovery, or why we're doing it, and so we've written a portion of that, or Molly's written a portion of that into the Executive Director's recommendation. So, where you can that information is -is the Executive Director's find recommendation. Now, it's not fully flushed out, and it will be further flushed out for the draft, and in fact, you still may want more information, but that's what we have the meeting for. And so, that's kind of where we're going, and I -- I quess that's -- given the time remaining I sort of don't want to go through what we had scheduled, which is a discussion of pink salmon, herring, etc. And, I guess I'd rather throw it open for questions. Is that ...

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MR. McCORKLE: Do we have enough of an introduction to have questions? Does the PAG wish to hear -- hear maybe a sixteen second capsule synopsis of each of the items on the list? I'm seeing a lot of heads nod yes, and I've seen one that says no. So, what shall we do.

MS. McCAMMON: Mr. Chairman, I could suggest also that I think on July 27th and 28th we should definitely count on two full days of meetings, and everyone should plan that in their schedules

so that we make sure we have enough time to go through everything in detail too.

MR. McCORKLE: Well, then too, we might want to take special care to drafting the agenda for that day so we just have those two things on the items -- on the agenda, and if other things come up it will because the group asks to have them put on, so we know we've got -- sort of moving to my wrap up statement here, we know we've got some homework to do in the next month. We know our next meeting is critical. Some will be by telephone, and others will be here in person, but the -- if there's ever a time when we needed to be ready, it's for that next meeting. So, having said that I recognize Kim.

MS. BENTON: I'm sorry, I've got a question. At the July 27th and 28th meeting, will we have any public comments on these projects available, and I think that would be useful for this group, so ...

MR. McCAMMON: What ever we have as of that time, which usually is most of it by July 27th, we'll have the majority.

MR. McCORKLE: Yes, Dave.

MR. COBB: On the draft, Molly, here you've got \$19.7 million and then target for \$18, so we're looking really at a reduction of about \$1.7 million still to come.

MS. McCAMMON: Mr. Chairman, that's correct, although for the most part the budgets for these proposals have not been critically reviewed, and we're doing that this week. It's possible we can get another, you know, squeeze another million out -- just

a critical review of the budgets for the projects that are on that list.

MR. McCORKLE: A million here, a million there.

MR. LOEFFLER: Another thing I might add is that many of these are funds continued on something occurring, and some of those things won't occur, so it is possible that -- that things will drop out that way.

MR. McCORKLE: Okay, Nancy.

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MS. LETHCOE: I guess my question is -- further on line this -- when you say, (indiscernible) budget questions, and you still give the same number for the request and the recommendation, so you haven't given any estimate -- so this is really a high ...

MS. McCAMMON: It's a high estimate.

MS. LETHCOE: ... real high end to that.

Actually, I might just add what -- we have MR. LOEFFLER: an internal process which is, nobody gets to go forward without a peer -- without peer review of their methods. That peer review hasn't been fully accomplished. So, what's happening now, between now and the Trustee's decision is the peer reviewers have given a first -- we think this is a good idea from Molly for her They're now going back through those -- most of recommendation. those studies, and will give methodological -- concerns to the -to the PI. In addition, staff is doing a budget review and a policy review and so we may doing the same. So, there is an ongoing review of all these projects, the summer is a very busy time for us.

MS. LETHCOE: Because I notice a couple of places, I think, where there -- you were waiting for funding or -- you had some questions that was delayed, and the column had a zero in it, but it looked like you would be going back and adding that. And, are those in this list now?

MR. LOEFFLER: There are four projects that are under that category, and those are do-not-fund because of late reports, and those are in this column.

MS. McCAMMON: And also there are some projects that, there are just still a lot of questions remaining. Those questions may be answered by August, they may not be answered until the fall until we have this season's field results in, and those are in the deferred column. They're added into -- all the deferred projects are added into this \$19.7, but questions may never be answered on some of those or not to the Trustee's satisfaction.

MR. McCORKLE: Pam.

MS. BRODIE: You have pink salmon, herring in the Sound ecosystem assessments separately, but my understanding of Sound ecosystem assessments is that it's very much related to pink salmon and herring and (indiscernible - simultaneous talking).

MS. McCAMMON: In pink salmon and herring, but it was too difficult to divide it up into which portion of it goes just to pink salmon and which portion goes directly to herring, but those -- (indiscernible) program is definitely pink salmon and herring.

MS. BRODIE: People -- people understand that the total for pink salmon and herring is exceptionally high.

MR. McCAMMON: That's correct.

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MR. LOEFFLER: I might add that in here there -- the Sound ecosystem assessment is referenced in both pink salmon and herring and are included in there as well, and I think the draft plan will do the same.

MR. McCORKLE: Karl, do you have a question?

MR. BECKER: Yeah, Mr. Chairman, could I ask that we stop meeting fifteen minutes before twelve, or before the, you anticipate leaving, so that we can meet with whatever groups we may evolved here -- that have evolved here -- to meet with.

MR. McCORKLE: Are those groups prepared to conduct a brief session? (Aside comments) Okay, well, you know the group could always call for an adjournment, so when you're ready. If we haven't called for an adjournment by quarter of, we'll try our very best to do that. Chip, do you have a question?

MR. DENNERLEIN: Two quick ones, one is that, are -do you anticipate projects that you said no to that would come back
on this list, and -- and that, you know that that way the total
would be sort of mutable here, and -- because it seems to me that
as -- if 19 -- if 18 is a target, and if it's something firm, that
now there's real sideboards, and people have to get their act
together to get a late report in, and if they continues to come -there's another level of discipline where there' not much more room
to say yes to something, you know, new. Do you anticipate agencies
appealing, people bringing in -- you know, trying to change nos to
yeses and how much of that might happen, Molly?

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MS. McCAMMON: I think in the do-not-fund category, and we're looking at just the do-not-fund, that there are the -- four projects that were do-not-fund, that -- just because of late reports, and if those late reports were -- if that backlog was fixed, they would be absolutely do-fund, go forward. I think we will probably see action on those reports, of some nature. So, I think those will go in. As far as some of the other ones -- if there were questions that we thought, you know, could be answered in a timely fashion, or it seemed like it had merit, but, you know, it wasn't quite there, most of those ended up either in a fund contingent or a defer category, so I -- I don't see in the -- and a lot of the do-not-funds too are not do-not-fund ever, they're do not fund at this time. So, they could always come back at another So, it's just looking at -- at this particular physical time. I don't see a whole lot of -- you know, but we're open to year. hearing from the public, from the Public Advisory Group. If there is -- if the recommendation is based on false information or not -insufficient information, you know, we're always open to that. So, you know I can't categorically say absolutely none of these are going to change.

MR. DENNERLEIN: Okay, but you feel, I mean you feel pretty good that we're -- we're starting to operate within some pretty tight sideboards to bring this to a decision?

MS. McCAMMON: I think so.

MR. DENNERLEIN: Okay, good, and my follow up point was, in line with this, again I kept getting back to taking counsel

from one of your original briefings to the PAG about inventing this process as we go along, and in light of some of my comments have been whether it's been on the matrix or suggesting other things that are in addition to technical or sort of documenting the meaning of things, the how we made a decision or the why we made a decision, so as people look back it's -- you can say, this is the process that they went through to think about and so in that regard, I would really encourage what Bob mentioned, and what you're doing in your report, and my only recent reference point is on that -- Denali Task Force, which it was -- when I brought in some recommendations or suggestions, I said here's what and here's a paragraph of why, how this fits in, and you know, I'm usually wordy, so I thought well this will be dismissed pretty quick, and it was actually the corporate members of the task force who said, absolutely not, we want -- this is the format. We never get to say this is what and this is why in a paragraph. If you need more, look elsewhere, but just pick up the summary, you can say, here's what we recommended, here's one paragraph of background and why. of director's decision coming kind recommendation, I think would be real valuable in the ongoing record, and probably be one of the things over time that would not only help us understand now, but over time is -- that you could look at, you know, somebody could glean from this the process by which people approach these decision, and I think that would have a lot of value.

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MS. McCAMMON: I think what you see in this spreadsheet

format will be refined over the next couple of weeks and over the next couple of months, actually. It was put together really quickly so you would have something to look at, at this meeting.

MR. DENNERLEIN: It's a very good start. This is much clearer than in the past I think.

MR. McCORKLE: I see many heads nodding, and I think we agree that as these meetings have proceeded, we've really appreciated the additional information that we've had, it's very, very helpful. Gordon.

MR. ZERBETZ: Thank you, Mr. Chairman. Chip mentioned in one of his recent speeches (laughter), the word was projects, he mentioned new projects. Have we shut the door on any new projects to be added?

MR. LOEFFLER: For this report? You mean for '96?

MR. ZERBETZ: Yes.

MS. McCAMMON: The Council is always open to new restoration projects. I mean, the door is never completely closed. However, we have established a funding cycle, and unless there's — I mean through this review process something new in response to these may come up that the Council wants to pursue, but in terms of — we're trying to really focus on having an open window for project proposals. Unless there is something that comes up that the Trustees feel is an absolute emergency, and that the resources would be at risk, or that great restoration good could be accomplished if something new came to their attention in this cycle. But, just for efficiency sake and for fairness sake, and to

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really look at things and be able to make choices, we're trying to restrict it as much as possible to this funding cycle.

MR. ZERBETZ: Thank you.

MR. McCAMMON: Sorry, I guess it's a, you know, a yes and a no.

MR. McCORKLE: It's a qualified, yes.

MR. ZERBETZ: All right, well taking that yes and a no answer, I was very interested in Ernie's presentation today, and I was very keenly interested in the dialogue with respect to Chenega, and I would like to have, to get some sort of a feel for what amount of money would be involved. This is a very high exposure situation over there with the one and only center of population in that particular part of the heaviest oiled area, and I would like to see if we could explore the possibility of a project over there if it wouldn't involve blowing the budget.

MS. McCAMMON: Mr. Chairman, I think that there are existing projects that will do just that, and so the question is whether we would want to go ahead and fund one of the project proposals that are already submitted.

MR. McCORKLE: In other ways that ...

MS. McCAMMON: And Stan, maybe you could add something there too.

DR. SENNER: Well, I was just -- just going to say that
Bob Spies is the expert on these and not me, but I think there was
some technical question about whether the approach is the end that
-- I don't remember the number, but the bioremediation project, the

PES one, I think, was another. There was some question, at least from technical standpoint whether they were effective methods. So, there -- there is the issue of have we got a project that has -- has an effective methodology proposed, and then secondly, at what cost. And, so those are two -- two issues that would need to be resolved.

MS. McCAMMON: I think what -- Mr. Chairman, may be appropriate for this issue, is if -- if we focused on having a work session in the fall on this issue, and we have -- we bring together a group of people, and we also include a sufficient amount of money to bring interested residents from the spill area to this kind of a work session, so it's not that we have a meeting that just agency people go to, because I think it has to have everyone involved in it, and we have at that time the information about costs, methods, techniques, and have a full complete discussion on it. As a result of that work shop, if some recommendation came from that, that certain could go back to the Council for action this year, if they chose to do so, do have something happen next year.

MR. McCORKLE: Martha.

MS. VLASOFF: But that would be -- that would be after the decision, as far as funding for those projects.

MR. McCORKLE: No, because we'd have a December ...

MS. McCAMMON: We'd have a December Council meeting anyway. There are -- let's see, how many projects that are in the deferred category anyway that probably won't have action taken until December. So, it would be done in light of those other

deferred ...

MS. VLASOFF: So, are you suggesting that these projects be put in deferred category, and -- so they can be ...

MS. McCAMMON: What I would suggest is that these projects be in a do-not-fund at this time, but the issue of further clean-up and future clean-up efforts be a deferred decision.

MR. McCORKLE: Molly, how could we get that into some kind of a -- of a plan, so that people who would be interested in getting some action in specific places like that, or on a couple of these projects that haven't quite come to boil, yet, so that we don't -- don't lose track of them. For example, there are a couple of the projects that we've mentioned here both today and yesterday, are in the do not fund now category, and I guess the question that we'd like to address is, how can we assist in moving them to the fund category. Is there -- is there something that can be done to facilitate that fund as you see it.

MS. McCAMMON: Well, the ultimate way of getting into a fund category is express from the Trustee Council, and I think what the Council's perspective is that they still have a lot of questions on this issue, and I think if we can get together the right parties to have a full complete discussion, which ranges from both the technical aspects and the policies aspects of it, then we could bring that back to them at the December meeting.

MR. McCORKLE: Do we -- do we know the questions? Do we know the questions that are not answered yet?

MS. McCAMMON: I think we do know -- I think we do know

what the questions are.

MR. McCORKLE: Are they available?

MR. LOEFFLER: I mean, I think they're the question that Ernie really brought up, and the question of those being -- well, to some extent the efforts could see -- it was more than two questions that he mentioned about at what level -- what level of clean up is acceptable, you know, solve the problem for the people whose lifestyles are affected, and second is will it do more ecological harm than good.

MS. McCAMMON: And, what methodology works.

MR. McCORKLE: Well, Ernie's presentation, his presentation was sort of like cosmological, it was, you know, global. It was in the entire spill area. What we're ...

MR. LOEFFLER: No, I think he knows those questions specifically the beaches involved, for specific beaches. I don't think it would take Chuck very long at all to point out the beaches where he's concerned about.

MR. McCORKLE: But, do not then the -- the same questions of -- of, you know, to what level should we address the clean up of -- of the spill area. Can that be then refined to what is acceptable for a given very discrete beach. See, that's what we're really talking about here, we're talking about a beach, or a couple of beaches, roughly.

MR. LOEFFLER: No, I think it's quite clear to the people of Chenega what -- (indiscernible) island beach and Sleepy Bay, and it's very clear to the people who have been studying those beaches

what the problems are. I mean, I don't ...

MR. McCORKLE: Then you say in spite of that, then I guess, what we're -- what we're left with is a PAG, in spite of that they still have not yet qualified for funding because of the decisions we are awaiting with respect to the efficacy of doing the projects. Is that where we're sort of stuck?

MS. McCAMMON: It's part -- it's a combination of a number of factors. We don't know what the true causes are, we don't really know what is the best techniques, we don't know if we start down this path of continued clean up, where does it end in terms of policy. I mean, that's a policy question there.

MR. McCORKLE: I guess what I'd like to inquire about is, can we have with respect to -- if PAG members request it, can we have with respect to where we are a listing of objectives that has to be addressed specifically to that -- to that area, so that -- this issue came up two years ago. I mean, this is not a new issue.

MS. McCAMMON: Correct.

MR. McCORKLE: And, it's still with us, and the frustration that I have is that I don't where we're going, and I'm sure that the frustrations I feel you have too. And, I'm trying to figure out, well, how do we finally put it to rest. We're going to do it, or we're not going to, or something else.

MS. McCAMMON: Mr. Chairman.

MR. McCORKLE: Yes, ma'am.

MS. McCAMMON: The Council two years ago decided not to do further clean up. They funded a project this year to go out to

see if there were any -- they made that decision that there was not going to be further clean up. This year they funded a project to go out, through DEC, and see are there any new methods that have been developed over the last six years that we didn't know about before that, you know, may be cost effective and may be possible. The response back was, with this age of oil, and this kind of oil, the answer is no. We know what's out there for the most part, what exists. There's nothing new that's been developed. The new research is on new oil, fresh oil. This issue is a continuing issue because the residents of a spill area are still concerned about it, and that is why it is on the agenda today as a decision issue because the residents of Chenega and other communities have said this is still an issue to us. We need to resolve this. The Trustees did make a decision before. It's public -- it's response to the public that it still continues to be an issue. I'm not sure if we're ever going to get total closure to it, but I think the reason we're still trying to grapple with this is because this is the first year we're trying to do a long-range projection of what our restoration needs and what projects are out there. And, so if there is going to be further clean up then we need to start plugging it into our long-term planning effort. What we found in our review this year is that we still don't know. At least, I don't believe we still know enough to make an absolute recommendation for an August decision. And, that is the reason we're focusing on, first of all trying to get more of the experts together, residents together, Public Advisory Group, and others

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into a work session to make some of those policy decisions as a group as to what further amount of funds should be committed to clean up.

MR. McCORKLE: Thank you, I really appreciate your response to the question. It was not a very skillfully put question, but it was a good answer. Chris.

MR. BECK: Just on this topic, it sounds like (A) you've talked about it maybe being fall rather than winter, and therefore perhaps being able to affect the FY '96 project schedule, and just trying to think what defer means. Defer sounds to me like the logical category for taking the issue as seriously as it sounds, we all are suggesting we should, and if we are scheduling a work session in the fall, might not it be appropriate to put it in August as -- you know, maybe not full on the contingent, but the next step down it says, we have these questions yet to answer, they're important questions, here's the process we're going to use to answer those questions, subject to certain answers we might consider funding it. To me, that's what the defer mechanism would -- sort of the simple, read-the-lips dictionary, defer sounds like the right category.

MS. McCAMMON: I don't have a problem with trying to, you know, finagle or whether it, you know, all projects get into a defer category or just one concept or something like that, and we can look at that and figure out some maybe a more skillful way of putting that. But, I think -- I think you're right is that the issue is being deferred. But, this is one of the things, if the

Council decides, and at this point I can tell you they're not. The inclination of the Council would be to not do any further clean up, but if the Council were to, you know, say commit to a million dollars a year for the next six years, you know, that certainly, you know, whatever the amount is, that certainly is something that has to get plugged in because you are making choices then. Because you're saying then that a lot of this other stuff can't be done. And, that's, you know, that's one of the things the Council is grappling with now in making those kinds of choices, and that's the role of the Public Advisory Group here, is to give the public feedback on where you think those, the most appropriate choices should be.

MR. BECK: If I could follow up too. It might be that the outcome of the work shop isn't a decision to proceed with clean-up, you know.

MS. McCAMMON: It may not be.

MR. BECK: It may be that after some decision that maybe it's some other vehicle information as Nancy described, or enhancement or some other activity, but somehow beginning to secure — to look carefully at the possibilities of securing a portion of remaining funding to deal with the issue, seems like it's sufficiently important that it merits a deferred classification rather than a don't do it.

MR. McCORKLE: Kim.

MS. BENTON: I have a -- I'm changing topics here, but when we look at the summary of the recommendations, and we talk

about the total for the work plan being \$18 million, what's not included in that list, right, wrong, or otherwise, is the \$3.2 information, science management million for public administration, and a lot of our discussion today centered around the need for better public information, the need for maybe a change in direction or public information. I'm not saying that budget number is big or small or right or wrong or otherwise, it's just a big number that somehow -- I'm feeling like it dropped off the table of what we take a closer look at, and we just take a closer look at this \$18 million and we forget this other 15 percent that's over here, that's the \$3.2 that just kind of goes along as funded, and I don't know if anybody else feels like that, but I think that that should be back on the table, at least for us to take a closer look at in July, what that means, what it does, if it's fitting in with what we're talking about.

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MS. McCAMMON: Mr. Chairman, I absolutely agree, it's just when we're working at trying to do totals, we separated that out, but this budget will definitely be before you once we get it put together in draft form, it will be circulated. We welcome public review on it, public comment on that, and we'll definitely have it on the agenda for July.

MS. BENTON: It's probably something before then, if the public information goes, it's going to be before then, I would think that this would be natural for them to work natural for them work with, the group that's putting together this budget. I'm sure everyboyy's thought about this, but . . .

MR. McCORKLE: Okay, Brenda.

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MS. SCHWANTES: I noticed on the first page, I just -- on the 9093 project, I don't know much about the project, but it has a 45 percent indirect rate. So, my question is relating to indirect rates, and when you're looking over the budgets for all the different projects, 45 percent is a -- I think is a pretty high indirect rate. Do you -- how closely do you look at the indirect rates? I'm not saying cut out a project because of this, but how closely do you look at administrative costs?

MS. McCAMMON: Mr. Chairman, we look at the indirect rates very closely. The Trustee agencies adopted an indirect rate four years ago, a 15 percent for personnel costs, and seven and two percent for contracts, the contractual line item depending on what the amount is, the size of the contracts. We've been in negotiation with the University of Alaska on their indirect rates because in the past the Council has not been willing to pay their full indirect rate of 42 percent, which has now gone up to 50 percent. And, we have been in negotiation with them, we have a tentative proposal to adopt an indirect rate of 25 percent which is half of their normal indirect rate, and we'll be having that go before the Council for action in the next few days. So, for the University of Alaska — and if you look through this \$18-19 million, I think the University of Alaska gets about \$5 million, \$4 to \$5 million of that. So, it's a significant ...

MS. SCHWANTES: Project.

MS. McCAMMON: ... issue there. Now, the indirect rate

for other non-university and non-Trustee agencies, non-state or federal agencies, we also look at -- for the most part they've been done through some competitive fashion, then -- at some small, private entity -- uou know, in a lot of cases 45 percent, 50 percent, indirect rate for those groups is not accepted. It's actually -- I mean there is some that they just add it into their hourly rate, the indirect rate gets rolled into a higher hourly rate. But, that does get looked at very closely, and we're trying to adopt some policies on that.

DR. SENNER: Molly, I just wanted to note for Brenda's benefit, the reason in the case of that project that you've picked out, that that's mentioned there is because it looked very high to the reviewers and they were -- the Chief Scientist was flagging it to make sure that our budget process did catch the fact that that was high.

MR. McCORKLE: Thank you. Next person is Karl.

MR. BECKER: Quick follow up, and I'm just relieved to hear that, and I -- I think I knew that the Trustee Council was carefully scrutinizing those indirect rates, and I think 45 percent is unconscionable for an indirect rate from the University of Alaska.

MR. McCORKLE: Well, standby because it's going up.

MS. McCAMMON: But, when you bring that up to the university they say that Stanford's is 85 percent. So -- I mean it's actually on the low end of a university indirect rate.

MR. McCORKLE: My, how times change. Nancy you -- I'm

sorry, oh you did have question ...

MR. BECKER: No, I actually had a question, I'm sorry I even brought that one up, now I am really flabbergasted. This is a great way to get an overview of these projects. I really appreciate -- with the staff's work, and either it's my oversight or something that I'd like to see added is an index, or a table of contents, or even -- does that exist, or it is something I haven't seen, or ...

MR. LOEFFLER: The draft -- this was something done between Thursday and before Wednesday and the meeting ending on Friday morning. The draft plan will be somewhat more substantial, with those items.

MR. McCORKLE: Yeah, I remember from times past we spent half of our review time just flipping through pages to see where we were, so the idea of an index or table of contents is really very helpful.

MR. BECKER: And, any indirect rates over 25 percent, please make it red ink.

MR. McCORKLE: Nancy was next.

MR. LETHCOE: I'd like to go back to this work shop discussion. When you brought it up it again it was all in the context of, should we clean up specific beaches or not. I would hope that that work shop would be expanded beyond community interest and include other economic interests, including tourism, and, that if the decision is not to clean up, that then it have a mission to look at what might be done to lessen the impact of not

cleaning it up on those who are affected by it. I didn't hear that in the restatement.

MS. McCAMMON: It was an oversight.

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MS. LETHCOE: I figured it was probably was, but I -for the record wanted to make sure that was true.

MR. McCORKLE: Thank you, Nancy. Chris, you were next on the list.

Yeah, I think this also follows up on MR. BECK: maybe Chip's first comment about information. I totally agree with what was just said about how helpful this is, and -- and the raspberry book it is also more and more helpful as I begin to understand all the work that you've already done. When we met and had a phone conference four weeks ago, whatever, I went home and really quickly read up what I thought was the categories of questions that we kept asking, and those were, in order to evaluate a project, research objectives, what are the research objectives, what are the direct benefits, what's the context, what's the probability of success, the progress to date, schedule for future, how much does it cost, efficiency, excess, the finding and indirect benefits. So, I'll pass this over to you all. I don't know if you need more suggestions on what goes into the final report. I know Bob does, because I know Bob's been sleeping a little bit recently, and I'm concerned about that.

MR. McCORKLE: Oh, then sleeping very little recently, or sleeping ...

MR. BECK: No, I actually got a few hours of sleep

now, I rumor, Bob's recently had a new young son, so life's been busy for him.

MR. McCORKLE: You took care of the baby?

MR. LOEFFLER: I will -- I help a little bit.

MR. BECK: Anyway, I'll pass this over to you and you might consider this as you think what to put in, what to leave out.

MR. LOEFFLER: Your being very helpful, thank you.

MR. McCORKLE: Chip, you were next, and then Brenda.

MR. DENNERLEIN: I don't -- if this sounds flip, I don't mean it that way, but since I can't resist bringing up the short comment which is 50 percent plus indirect rates is one reason that I probably never support endowments because we end up endowing the indirect rate of a bureaucracy, in my experience.

MR. McCORKLE: Thank you for that footnote. Brenda.

MS. SCHWANTES: My question is directed towards the cutthroat and Dolly Varden trout projects. I don't have any negative or positive feelings about the project, I'm just wondering — it just kind of struck me as being different, and I wondered if the part — whether the project was in there?

MR. McCORKLE: Which project?

MS. SCHWANTES: Well, all of them? (Indiscernible) cutthroat and Dolly Varden, there's four of them, I think. They're -- they're on page 12 and 13.

MR. ANDREWS: What page are we on?

MR. LOEFFLER: You mean, like why did people submit them? What's their purpose.

MS. SCHWANTES: Is it well -- do not fund or defer decision, do not fund and fund contingent. There's a --96145 on page 13, you know, it's \$336,000. I just wondering what the project -- how it directly relates to restoration?

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MR. SENNER: Let me just note, it looks like six proposals total, and four of them are do-not-fund, one is a defer and one is a recommendation to fund, and that -- notice, Brenda, on that 96145 that the request was for \$336,000. Our recommendation is that if it were to be funded, it would only be done at the \$200,000 level, and not to say that that's not a big piece of money because that still is. This was a proposal from the Forest Services research arm in -- I'm looking at Dave Gibbons down in Corvalis, Oregon, and the proposers are probably the best people in the country on cutthroat trout biology. Cutthroats were considered an injured species by the spill, and there have been a number of restoration measures suggested along the way, but one of the things we've discovered and the reason, in fact, that very little money has been spent on cutthroats now for several years, is that so little was actually known about cutthroat biology in Prince William Sound, in the spill area more generally, that we probably weren't in a position to do anything very effective for them. And so, one of the things this project does, just to cut to the chase here, is that for any given population of cutthroats, you actually have different life forms, you have ones that are resident in the streams, you have ones that go out for a certain period of time and come back in. We didn't even know what we've got in the streams of

the oil spill area. So, the -- the -- kind of the bottom line of this project is it will help establish what sort of life forms or life histories of cutthroats that we have, it's going to help us understand -- go back and reinterpret some of the data we had earlier in the spill about injury, which was particularly slow growth rates, and then, we hope. give us, and actually for the first time, a real basis to do some management and restoration. But, that's the plan. I'm not the fish biologist, so I've sort of just exhausted my knowledge of that project.

MR. LOEFFLER: The other thing it will hopefully do, Stan, is tell us if they've recovered.

DR. SENNER: That's right. Well, I'm saying go back and reinterpret the damage assessment. We could decide that there was not really injury, now that we really know what was going on.

MR. LOEFFLER: Or, if there was injury.

DR. SENNER: Or that there is injury that's recovered, or persisting, any of the above.

MR. McCORKLE: Rupert.

MR. ANDREWS: Just add to that, Prince William Sound happens to be the most northern and western distribution of cutthroat in North America. I think Point Pigou (ph) is where they break off, and you wouldn't expect to see a large populations, but I think that it's important that we understand, you know, why that distribution ends there, and you know, keep them going, of course.

DR. SENNER: Yeah, I mean -- the Trustees have not invested much money on cutthroats in several years, and this

project came along that the science reviewers felt really would address some fundamental questions and was worth an investment, whereas over the last several years there was nothing that looked that way.

MR. ANDREWS: They had them studied them quite extensively in Southeast Alaska. We know quite a bit more, but, you're right, like Prince William Sound still has a lot of gaps in our knowledge there.

MR. McCORKLE: Thank you for your exhaustive summary. Brenda.

MS. SCHWANTES: Oh, yeah, I did have one other one. I'm sorry I didn't catch the do-not-fund due to not having a report in.

I notice on page 7 there's a request for -- an FY'96 request for \$444 million -- sorry, \$446,000, and . . .

MR. McCORKLE: That's probably why.

MS. SCHWANTES: Yes, that's what I was thinking when I saw it. I was just wondering, if they get the report in, do you plan on funding.

DR. SENNER: That one, Brenda, you can read down in the director's recommendation there are sort of five items that are ...

MS. SCHWANTES: Yes, I see them.

DR. SENNER: Okay, and completion of past reports is one issue, but there's still some basic questions that need to be addressed before they'll be a solid recommendation to go ahead on that.

MS. SCHWANTES: So, it's not strictly based on not having

the report in? 1 That's right. 2 DR. SENNER: MS. SCHWANTES: Correct? 3 DR. SENNER: That's right. 4 MS. SCHWANTES: Okay. Thank you. 5 MR. McCORKLE: I'm just waiting to see if it's time to 6 If not, further questions. Thank you very much. adjourn. 7 8 MS. McCAMMON: Mr. Chair ... MR. McCORKLE: Madam. 9 I should emphasize that if there are any MS. McCAMMON: 10 questions at any time, between now and July 27th, 28th, you don't 11 have to wait until that time and save up all your questions then. 12 Be sure to call us at anytime and we'll try to get the information 13 Or, if you feel there's not enough information here and 14 you want something else, just, you know, give us a call. 15 16 MR. McCORKLE: Nancy. MS. McCAMMON: At the 800 number, please. 17 If I could ask again for the dates of the 18 MS. LETHCOE: next meetings as far in advance as you know. 19 MS. McCAMMON: The next two meetings are July 27th and 20 28th and then September 19th and 20th. 21 MS. LETHCOE: You don't know October yet? 22 23 MS. McCAMMON: I beg your pardon? Are you anticipating a meeting in October? 24 MS. LETHCOE: MR. McCORKLE: We don't go beyond September, do we -- I 25

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mean, as far as our . .

MR. McCORKLE: No, as far as our dates . . .

MR. McCORKLE: . . . preset meetings -- no, we would need to put that, I think, on an agenda for an upcoming meeting is look and see what meetings we have beyond the one scheduled to September.

MS. LETHCOE: I would really like to encourage you that it be done as soon as possible. I -- my schedule gets booked up in advance, and that's why this is so far the only meeting I'm going to be able to make. I may be able to make the September meeting, but I'm already booking heavily for October.

MS. McCAMMON: The September meeting is in Valdez too -- or Chenega -- get your kayak group (indiscernible).

MS. LETHCOE: So, if -- if we could get -- if we're going to meet in October, if I could get those dates as soon as possible, and preferably I think late October rather than earlier.

MR. McCORKLE: If you had the dates, would you be able to schedule around them or is . . .

MS. LETHCOE: Within the next week or two, I probably could, but we've got board meetings and AVA conventions and all sorts of different things starting to, you know, that are already scheduled for that time.

MR. McCORKLE: Could we put that on our agenda for next week -- next month?

MS. McCAMMON: Mr. Chairman, what we'll do is try to do the whole next year's approximate dates, looking at the review sessions we have scheduled in the fall. If we have a number of

these deferred projects and then a Council meeting in December, it's probably more appropriate that the PAG meet in November, prior to that December meeting, and we'll try to lay out an agenda and have that at the next meeting, by the next meeting. But my guess is that it probably wouldn't be October, it will probably be November.

MS. LETHCOE: So I'm safe to schedule things for October.

MS. McCAMMON: That would be my guess.

MR. McCORKLE: Martha, you are next.

MS. VLASOFF: Yeah, before we end up, I was just wondering as far as the issues on the oiling issues and the work session that we're planning for, would it be wise to have a task force from the PAG to work with Molly on some of those issues or when that work session is going to take place?

MR. McCORKLE: Have we announced when the session will be?

MS. McCAMMON: No.

MR. McCORKLE: Not quite yet.

MS. McCAMMON: No. But I think it would be very appropriate if there were a couple of individual PAG members who are interested in, you know, participating. We would look forward to that, and if some specific individuals are, or if we just wanted to notify all of the PAG members. It's up to you. We'll notify everyone to begin with, but if there are particular ones who are most especially interested and want to work on this.

MR. McCORKLE: Thank you for bringing up that question, Martha. I think I would like to sit in too. I promise to be quiet. Kim.

MS. BENTON: Do you have the dates for the July GIS work shop?

MS. McCAMMON: Yes. That is July -- I believe 13th and 14th --13th and 14th.

MS. BENTON: Thank you.

MR. McCORKLE: Umm -- sometime ago we were talking -- and it happened in the newsletter -- and whenever the newsletters come out or the updates come out, there always is a list, but could somebody in staff, whenever there are meetings, maybe a schedule, maybe every couple of weeks, just ship us a quick fax or a little something -- it doesn't even have to be very formal -- that says, here are the meetings upcoming -- and you've always invited people to be in the gallery and listen, and when that's possible it might be fun to do because meetings are really full now and we're getting even more of them. Also, I understand -- when is the next meeting of the Council -- upcoming?

MS. McCAMMON: Er -- Friday morning at eleven.

MR. McCORKLE: Friday at eleven -- wow.

MS. McCAMMON: Actually, they probably will be meeting on the University of Alaska indirect rate on Friday morning, just to take a quick action on that. The next major meeting of the Council is August 25th.

MR. McCORKLE: Okay.

MS. McCAMMON: And that's to take action on the work plan. It's quite possible there will be some of these teleconference meetings in the next few months just to take care of small, individual issues as they arise, but August 25th is the big one. I think what you suggested is a good idea, especially because we're getting a lot more of these review sessions and workshops and things set up. We're setting the date now for a January workshop. I'm trying to get that date out, and what we'll put together is just a list of dates to remember, and we'll use that as a running list, with the idea that some of those dates may be a little squishy ...

MR. McCORKLE: And they get changed.

MS. McCAMMON: And they get changed, and so, you know, most of these documents end up getting a time and a date stamp on them because they change so frequently. So, we'll do that with a list of dates of remember and get it to you on a regular basis.

MR. McCORKLE: Yes, Brenda.

MS. SCHWANTES: Sorry I missed the discussion on the oiling issues, but sitting through what I did I wanted to just share an observation when the oil spill and then for four years after that I was on a health spill -- an oil spill health task force group, which is basically very similar to this group, and the same dialogue that took place today took place then, five years ago, a lot. The same types of human issues, communications, cleanup, questions, not enough information -- it was sort of a deja vu, just everyone has different faces. But I wanted to share that

observation, and sitting here my thought was, gee, nothing really has changed. I'm sure things have really changed, but in some areas where people's needs aren't being met, things haven't changed, and that was just an observation I wanted share.

MR. McCORKLE: Thank you. That's a very important point.

Are there other points? I'd like to recognize Doug Mutter, who has an important issue.

MR. MUTTER: Well, we just wanted to put together the package on the alternates, and we've got several from people here, and if anybody has additional alternates, this is the week to get that information in to us so that we can that package together and to the Trustee Council. So, it's kind of now or never because we have a lengthy process to go through on this, and so we want to do it in one fell swoop. So get it to Cherri this week.

MS. McCAMMON: By Friday.

MR. McCORKLE: Nancy.

MS. LETHCOE: I just wanted to know, did you need more information on Bill Copeland, or did he send sufficient information?

MR. McCORKLE: The answer is yes, you have sufficient.

Thanks, Cherri. Well, here's the last chance for anybody to say anything they wish before we call for adjournment.

UNIDENTIFIED VOICE: Call for adjournment.

MR. McCORKLE: All in favor say aye.

PAG MEMBERS: Aye.

MR. McCORKLE: Thank you very much. Our next meeting is

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going to be July 27th-28. Please be ready. It's an important one.
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    There will be a meeting of the ad hoc communications committee,
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    public relations group, right over here by Chris' table -- and you
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CERTIFICATE

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I, Linda J. Durr, a notary public in and for the State of Alaska and a Certified Professional Legal Secretary, do hereby certify:

That the foregoing pages numbered 03 through 290 contain a full, true, and correct transcript of the Exxon Valdez Oil Spill Settlement Trustees Council Public Advisory Group meeting taken electronically by Ladonna Lindley on June 13-14, 1995, commencing at the hour of 9:00 a.m. on June 13, 1995, at the Restoration Office, 645 G Street, Anchorage, Alaska;

That the transcript is a true and correct transcript requested to be transcribed and thereafter transcribed by me and Sandra Yates to the best of our knowledge and ability from that electronic recording.

That I am not an employee, attorney or party interested in any way in the proceedings.

DATED at Anchorage, Alaska, this 24th day of June, 1995.

PUBLIC OF ALF

Linda J/Durr, Certified PLS Notary Public for Alaska

My commission expires: 10/19/97