Application for Use of State-owned Aquatic Lands

Applicant Name: Public Utility District No. 1 of Okanogan County
County: Okanogan County
Water Body: Okanogan River
Type of Authorization - Use: Easement – Eleven Power and Six Fiber Optic Crossings
Authorization Number: 51-087399
Term: 30 years

Description: This agreement would allow the use of State-owned aquatic lands for the sole purpose of eleven power and six fiber optic crossings. They are located on the Okanogan River, in Okanogan County, Washington.
Public Utility District No. 1 of Okanogan County
Authorization No. 51-087399
Authorized Use: 11 Power and 6 Fiber Optic Crossings
Location: Okanogan River, Okanogan County

Vicinity Map

Every attempt was made to use the most accurate and current geographic data available. However, due to multiple sources, scales, and the currency of the data used to develop this map, Washington Department of Natural Resources cannot accept responsibility for errors and omissions in the data. Furthermore, this data is not survey grade information and cannot be substituted for an official survey. Therefore, there are no warranties that accompany this material.

Legal Description

See Descriptions Above.

Prepared By: MLB Date: 05/12/2011
APPLICATION FOR AUTHORIZATION
TO USE STATE-OWNED AQUATIC LANDS

No work can be started on the project area until a use authorization has been granted by the state Department of Natural Resources.

I. SUBMISSION OF APPLICATION

This application form will be reviewed by the state Department of Natural Resources upon receipt at the address given below, and also posted on the DNR website as public information. Applicants will be notified in writing if the application will be accepted for further review. However, this application may be rejected at any time before signed execution of a use authorization.

APPLICATION MUST BE FILLED OUT IN BLUE OR BLACK PEN

Please send the completed application form to your region land manager at:

Washington State Department of Natural Resources
Rivers District
ATTN: Cindy Preston
P.O. Box 280
Castle Rock, WA 98611-0280

Enclose a $25.00 non-refundable application processing fee with the application. (This fee is not required for local, state, and other government agencies).

II. APPLICANT INFORMATION

Date of Application: April 19, 2011

Authorization to be Issued To (how name is to appear in the lease document): Public Utility District No. 1 of Okanogan County

Applicant's Representative: Ron Gadeberg

Relationship to Applicant: Power Resources/Telecom Manager

<table>
<thead>
<tr>
<th>Address: PO Box 912</th>
<th>City: Okanogan</th>
<th>State: WA</th>
<th>Zip Code: 98840</th>
</tr>
</thead>
<tbody>
<tr>
<td>Telephone: (509) 422-3310</td>
<td>Fax:</td>
<td>E-Mail: <a href="mailto:RonG@okpud.org">RonG@okpud.org</a></td>
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FOR OFFICIAL USE ONLY Support staff: Application Fee Received □ JARPA Received □ Date:

Land Manager: □ New Application; □ Renewal Application

Land Manager: Type: (20, 21, 22, 23, 31, 51)

Land Records: New Application Number__________; Trust__________; County__________; AQR Plate No.
II. APPLICANT INFORMATION continued

Department of Revenue Tax *Registration Number (Unified Business Identifier) is Required: 242-000-308

Which of the following applies to Applicant (Check One and Attach written authority to sign - bylaws, power of attorney, etc):

<table>
<thead>
<tr>
<th>Corporation</th>
<th>Limited Partnership</th>
<th>General Partnership</th>
</tr>
</thead>
<tbody>
<tr>
<td>State of Registration:</td>
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<td>State of Registration:</td>
</tr>
<tr>
<td>Sole Proprietorship</td>
<td>Marital Community Spouse:</td>
<td>Government Agency ☒</td>
</tr>
<tr>
<td>Other ☐ (Please Explain:)</td>
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Has the site use been authorized before or is it currently under lease?

Yes ☐ Lease Number:       No ☐  Don't Know ☒

This application covers both existing and proposed crossings. Please see attached spreadsheet for details.

III. LOCATION

The Body of Water on which the state property is located:
Okanogan River. Please see attached spreadsheet and maps for locations.

County in which the state property is located: Okanogan

Section:                   Township: See attached spreadsheet

Range:                     E ☐ or W ☐

Note: A legal property survey including the legal description and other information about the property is required to obtain a use authorization. WA DNR survey requirements are attached to this form. The survey plat will be attached to the lease/easement as Exhibit A. DO NOT HAVE THIS SURVEY CONDUCTED UNTIL YOU HAVE BEEN NOTIFIED IN WRITING THAT THE APPLICATION HAS BEEN ACCEPTED FOR PROCESSING.

Physical description of Project Area (For example, Marsh, Tideflat adjacent to the Chehalis River, etc.): See attached spreadsheet.

Name of Owner(s) of Uplands, Shorelands, and/or Tidelands shoreward and adjacent to the Property:

Address:                      City:     State:     Zip Code:

Phone Number:       Fax Number     E-mail:

Note: Except for property located within established Harbor Areas, proof of ownership, or authorization to use the adjacent tideland, shoreland, or upland property may be required. If the applicant is the owner of the adjacent land, attach a copy of the deed.

County Parcel No(s). for adjacent properties, upland, and/or adjacent tideland properties:
IV. USE OF PROPERTY

Describe, in detail, the proposed use of the Property:

The property will be used for distribution/transmission of power and fiber-optic telecommunications, both of which are for public benefit. The PUD received funding to install fiber-optic cable to provide high-speed broadband access to rural, unserved and underserved areas of Okanogan County. No other franchising will occur on the PUD’s transmission infrastructure.

Is or will the Property be subleased to another party? Yes ☐ No ☒
If yes, submit a copy of the sublease agreement.

What are the current and past uses of the site?
Electrical distribution/transmission.

Do you have any knowledge of contamination of the site by toxic or hazardous substances, or of past uses or practices that might have lead to contamination by such substances? Yes ☐ No ☒
If so, please explain:

Do you know if any fill material has been placed on the property in question? Yes ☐ No ☒
If yes, please explain:

V. IMPROVEMENTS

Physical improvements are structures placed on the land that cannot be removed without damage to the land. Examples of such structures include: pilings, dolphins, piers, wharves, piling-supported buildings, structures built on fill or concrete foundations, buried pipelines and cables, and support structures for bridges.

What physical improvements currently exist on the site? (Photos may be required.)
Existing physical improvements within the electrical distribution/transmission corridor include aerial power lines, as well as existing fiber-optic cable for some crossings, strung between wood utility poles located on upland parcels. Two crossings are near, but not attached to, existing road bridges (see attached spreadsheet and maps).

If there are physical improvements currently on the site, who owns them?
Existing physical improvements within the electrical distribution/transmission corridor are owned by Okanogan PUD.

If there are physical improvements currently on the site, describe their condition:
Existing physical improvements within the electrical distribution/transmission corridor are in operable condition and are regularly maintained by Okanogan PUD.

Which, if any, of the existing physical improvements will be removed, remodeled, or reconstructed?
None of the existing physical improvements located over DNR aquatic lands will be removed as part of this project. Additional infrastructure will be added to existing poles to support aerial installation of the fiber-optic cable.

Describe any physical improvements that the applicant is proposing to construct on the site:
Fiber-optic cable will be aerially installed on the existing electrical distribution/transmission infrastructure over DNR aquatic lands. No boring under DNR aquatic lands will occur.
VI. LOCAL, STATE, AND FEDERAL REGULATORY PERMITS

Copies of all Government Regulatory Permits, or Permit Waivers Are Required Before Issuance of a DNR Use Authorization. Your project may require all or some of the following.

Please include the following permit applications, permits, or waivers with the application:

JARPA (Joint Aquatic Resource Permit Application) - This one form is used to apply for all of the following individual permits:

1. **Section 10 Permit** (Required by the US Army Corps of Engineers for any work in or affecting navigable waters, e.g., floats, docks, piers, dredging, pilings, bridges, overhead power lines.)
2. **Shoreline Substantial Development, Conditional Use, Variance Permit or Exemption** (Issued by Local Government, and is required for work or activity in the 100 year flood plain, or within 200 feet of the Ordinary High Water mark of certain waters; and which included any one of the following: dumping, drilling, dredging, filling, placement or alteration of structures or any activity which substantially interferes with normal public use of the waters.)
3. **Hydraulic Project Approval** (Required by the Department of Fish and Wildlife if the project includes work that will use, divert, obstruct, or change the natural flow or bed of any fresh or salt water of the state.)
4. **Section 404 Permit** (Required by the US Army Corps of Engineers if your project will discharge or excavate any dredged or fill material waterward of the Ordinary High Water mark or the Mean Higher High Tide Line in tidal areas.)
5. **Section 401 Water Quality Certification** (Required by the Department of Ecology if a Section 404 permit is required.)

**NPDES (National Pollutant Discharge Elimination System Permit)** - Required by the Department of Ecology under delegated authority from the Federal Environmental Protection Agency for projects that include the discharge of fluid on or into surface water.

**SEPA (State Environmental Policy Act) Checklist and Environmental Assessments** - When you submit a permit application to any agency, if the project is not exempt, the lead agency will ask you to fill out an environmental checklist. Based on checklist answers and the reviewers knowledge of the project site, agency personnel will determine the types of impacts the project may have on the environment. The agency assessments may be the following forms: Determination of Non-significance, Determination of Significance, scoping documents, draft or final Environmental Impact Statements (EIS) or others prepared for the purpose of compliance.

Describe any habitat mitigation required by any of the permitting agencies identified above and identify where such mitigation is proposed to occur:

All answers and statements are true and correct to the best of my knowledge.

<table>
<thead>
<tr>
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Applicant or Authorized Signature: [Signature]

Date: 4/19/11

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