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HON. TIFFANY M. CARTWRIGHT

UNITED STATES DISTRICT COURT  
WESTERN DISTRICT OF WASHINGTON  
AT TACOMA

PUGET SOUNDKEEPER ALLIANCE,	)	
	)	No. 3:23-cv-05949-TMC
Plaintiff,	)	
v.	)	CONSENT DECREE
	)	
KAG WEST, LLC,	)	
	)	
Defendant.	)	
	)	

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**I. STIPULATIONS**

WHEREAS, Plaintiff Puget Soundkeeper Alliance (“Soundkeeper”) filed a complaint on October 23, 2023 against KAG West LLC (“KAG”) (Dkt. 1) alleging violations of the Clean Water Act, 33 U.S.C. § 1251, *et seq.*, relating to discharges of stormwater and other pollutants from KAG’s trucking facility at 401 E. Alexander Avenue, Tacoma, WA 98421, covered at the time of entry of the Consent Decree under NPDES permit no. WAR305116 (the “Facility”), and seeking declaratory and injunctive relief, civil penalties, and attorneys’ fees and costs.

WHEREAS, KAG will vacate the facility and cease operations sometime between November 30, 2024 and March 2025.

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(206) 860-2883

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2 WHEREAS, counsel and representatives for Soundkeeper and KAG have engaged in  
3 mediation in an effort to resolve claims against KAG in this litigation.

4 WHEREAS, Soundkeeper and KAG (the "Parties") agree that settlement of these matters  
5 is in the best interest of the Parties and the public, and that entry of this Consent Decree is the most  
6 appropriate means of resolving this action.

7 WHEREAS, the Parties stipulate to the entry of this Consent Decree without trial,  
8 adjudication, or admission of any issues of fact or law regarding Soundkeeper's claims or  
9 allegations set forth in its complaint and its sixty-day notice.

10 DATED this 3rd day of July, 2024

11 WILLIAMS KASTNER & GIBBS LLP

SMITH & LOWNEY, PLLC

12 By s/James Bulthuis

By s/Alyssa Koepfgen

13 James Bulthuis, WSBA #44089

Alyssa Koepfgen, WSBA #46773

14 Mark Myers, WSBA #15362

Katelyn Kinn, WSBA #42686

15 *Attorneys for Defendant KAG West  
LLC*

*Attorneys for Plaintiff Puget Soundkeeper Alliance*

KAG WEST LLC

PUGET SOUNDKEEPER ALLIANCE

16 By Jacqueline A. Musacchia

By Emily Gonzalez

17 Jacqueline A. Musacchia

Emily Gonzalez

18 Executive Vice President & General  
19 Counsel

Director of Law & Policy

20 **II. ORDER AND DECREE**

21 THIS MATTER came before the Court upon the Parties' Joint Motion for Entry of Consent  
22 Decree and the foregoing Stipulations of the Parties. Having considered the Stipulations and the  
23 promises set forth below, the Court hereby ORDERS, ADJUDGES, and DECREES as follows:

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1. This Court has jurisdiction over the Parties and subject matter of this action.

2. Each signatory for the Parties certifies for that party that he or she is authorized to enter into the agreement set forth herein and to legally bind the party or parties, their successors in interest, and assigns of the Parties.

3. This Consent Decree applies to and binds the Parties and their successors and assigns.

4. This Consent Decree and any injunctive relief ordered within applies to the operation, oversight, or both by KAG of the Facility.

5. This Consent Decree is a full and complete settlement and release of all the claims in the complaint and the sixty-day notice and all other claims known or unknown existing as of the date of entry of the Consent Decree that could be asserted under the Clean Water Act, 33 U.S.C. §§ 1251-1387, arising from operation of the Facility. Upon termination of this Consent Decree, these claims are released and dismissed with prejudice. KAG's payment of attorney's fees and litigation costs set forth in paragraph 9 of the Consent Decree will be in full and complete satisfaction of any claims Soundkeeper and Smith & Lowney, PLLC have or may have, either legal or equitable, known or unknown, and of any kind or nature whatsoever, for fees, expenses, and costs incurred in the Litigation. Enforcement of this Consent Decree is Soundkeeper's exclusive remedy for any violation of its terms. During the term of the Consent Decree, Soundkeeper will not support, by financial assistance, personnel time, or otherwise, other lawsuits or potential lawsuits by Soundkeeper's members

1  
2 or other groups or individuals that could be asserted under the terms of the Industrial  
3 Stormwater General Permit (“ISGP”), arising from operation of the Facility.

4           6.       This Consent Decree is a settlement of disputed facts and law. It is not an admission  
5 or adjudication regarding any allegations by Soundkeeper in this case or of any fact or conclusion  
6 of law related to those allegations, nor evidence of any wrongdoing or misconduct on the part of  
7 KAG or its contractors, customers, or other third parties. KAG agrees to the terms and conditions  
8 identified below in paragraphs 7 - 9 in full and complete satisfaction of all the claims covered by  
9 this Consent Decree:

10           7.       Upon entry of the consent decree, KAG will implement the following injunctive  
11 relief:

- 12                   a.       KAG will adhere to the requirements of the Clean Water Act at the Facility  
13                               and the terms and conditions of the ISGP and any successor or modified  
14                               permits until such time that it completely vacates the Facility.
- 15                   b.       Until such time as KAG fully vacates the Facility, KAG will, on a quarterly  
16                               basis, electronically forward to Soundkeeper copies of all submissions and  
17                               written communications to and/or from Ecology related to KAG’s ISGP  
18                               coverage for the Facility along with written progress reports that explain  
19                               efforts to comply with the consent decree.
- 20                   c.       Within thirty (30) days of entry of the Consent Decree, KAG will begin  
21                               either collecting composite flow proportional samples from its Parking Yard  
22                               or sampling from a second sampling point at another catch basin nearest  
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1  
2 where the largest number of trucks are most often parked, in the approximate  
3 center close to the northwestern lease boundary. KAG will continue to either  
4 collect composite flow proportional samples or sample from the second  
5 sampling point until such time as it fully vacates the Facility.

6 d. Within thirty (30) days of entry of the Consent Decree, KAG will remove  
7 the fuel truck used for on-site fueling.

8 e. KAG must comply with the procedures for obtaining a Notice of  
9 Termination, as identified in ISGP Condition S13.B. KAG must apply for  
10 Notice of Termination within ten (10) days of fully vacating the Facility.

11 8. Payment in Lieu of Penalty: Within thirty (30) days of entry of this Consent  
12 Decree, KAG will pay \$350,000 (THREE HUNDRED AND FIFTY THOUSAND DOLLARS)  
13 to Puyallup Tribal Fisheries for use solely for the South Prairie Creek Restoration Project, a  
14 salmon habitat restoration project within the Commencement Bay watershed, as described in  
15 Exhibit 1 to this Consent Decree. The check or ACH payment will be made to the order of  
16 Puyallup Tribal Fisheries, and delivered to Puyallup Tribal Fisheries, Attention: Russ Ladley,  
17 6824 Pioneer Way E. Puyallup WA 98371. Payment will include the following reference in a  
18 cover letter or on the check: "Consent Decree, Puget Soundkeeper Alliance v. KAG West LLC,  
19 W.D. Wash. No. 3:23-cv-05949-TMC." KAG will send a copy of the check or ACH remittance  
20 confirmations and cover letters, if any, to Soundkeeper and its counsel, pursuant to the notice  
21 provisions in paragraph 18.

22 9. Within ten (10) days of entry of this Consent Decree by the Court, KAG will  
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2 pay \$119,000 (one-hundred and nineteen thousand dollars) to Soundkeeper to cover  
3 Soundkeeper's litigation fees, expenses, and costs (including reasonable attorneys and expert  
4 witness fees) by check payable and mailed to Smith & Lowney, PLLC, 2317 East John St.,  
5 Seattle, WA 98112, attn: Alyssa Koepfgen.

6 10. A force majeure event is any event outside the reasonable control of KAG that  
7 causes a delay in performing tasks required by this Consent Decree that cannot be cured by due  
8 diligence. Delay in performance of a task required by this Consent Decree caused by a force  
9 majeure event is not a failure to comply with the terms of this Consent Decree, provided that  
10 KAG timely notifies Soundkeeper of the event, the steps that KAG will take to perform the  
11 task, the projected time that will be needed to complete the task, and the measures that have  
12 been taken or will be taken to prevent or minimize any impacts to stormwater quality resulting  
13 from delay in completing the task.

14 11. KAG will notify Soundkeeper of the occurrence of a force majeure event as soon as  
15 reasonably possible but, in any case, no later than fifteen (15) days after KAG becomes aware of  
16 the event. In such event, the time for performance of the task will be extended for a reasonable  
17 period of time following the force majeure event.

18 By way of example and not limitation, force majeure events include

- 19 a. Acts of God, war, insurrection, or civil disturbance;  
20 b. Earthquakes, landslides, fire, floods;  
21 c. Actions or inactions of third parties over which KAG has no or limited  
22 control;

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- 2 d. Unusually adverse weather conditions;
- 3 e. Restraint by court order or order of public authority;
- 4 f. Strikes;
- 5 g. Any permit or other approval sought by KAG from a government
- 6 authority to implement any of the actions required by this Consent
- 7 Decree where such approval is not granted or is delayed, and where KAG
- 8 has timely and in good faith sought the permit or approval;
- 9 h. Litigation, arbitration, or mediation that causes delay;
- 10 i. Epidemics and pandemics, including but not limited to, COVID-19
- 11 related delays;
- 12 j. Supply chain issues and delays.

13 12. This Court retains jurisdiction over this matter, while this Consent Decree remains

14 in force. While this Consent Decree remains in force, this case may be reopened without filing fees

15 so that the Parties may apply to the Court for any further order that may be necessary to enforce

16 compliance with this Consent Decree or to resolve any dispute regarding the terms or conditions of

17 this Consent Decree. In the event of a dispute regarding implementation of, or compliance with,

18 this Consent Decree, the Parties must first attempt to resolve the dispute by meeting to discuss the

19 dispute and any suggested measures for resolving the dispute. Such a meeting will be held as soon

20 as practical but must be held within thirty (30) days after notice of a request for such a meeting to

21 the other Party and its counsel of record. If no resolution is reached at that meeting or within thirty

22 (30) days of the Notice, either Party may file a motion with this Court to resolve the dispute. The

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2 provisions of section 505(d) of the Clean Water Act, 33 U.S.C. § 1365(d), regarding awards of costs  
3 of litigation (including reasonable attorney and expert witness fees) to any prevailing or  
4 substantially prevailing party, will apply to any additional court proceedings necessary to enforce  
5 the terms and conditions of this Consent Decree.

6 13. The Parties recognize that, pursuant to 33 U.S.C. § 1365(c)(3), no consent judgment  
7 can be entered in a Clean Water Act suit in which the United States is not a party prior to forty-five  
8 (45) days following the receipt of a copy of the proposed consent judgment by the U.S. Attorney  
9 General and the Administrator of the U.S. Environmental Protection Agency (“EPA”). Therefore,  
10 upon the filing of this Consent Decree by the parties, Soundkeeper will serve copies of it upon the  
11 Administrator of the U.S. EPA and the U.S. Attorney General.

12 14. This Consent Decree will take effect upon entry by this Court. The Consent Decree  
13 terminates upon Ecology’s issuance of a Notice of Termination pursuant to ISGP Condition S13.

14 15. Both Parties have participated in drafting this Consent Decree.

15 16. This Consent Decree constitutes the entire agreement between the Parties. There are  
16 no other or further agreements, either written or verbal. This Consent Decree may be modified only  
17 upon a writing signed by both Parties and the approval of the Court.

18 17. If for any reason the Court should decline to approve this Consent Decree in the  
19 form presented, this Consent Decree is voidable at the discretion of either Party. The Parties agree  
20 to continue negotiations in good faith to cure any objection raised by the Court to entry of this  
21 Consent Decree.

22 18. Notifications required by this Consent Decree must be in writing. The sending Party  
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2 may use any of the following methods of delivery: (1) personal delivery; (2) registered or certified  
3 mail, in each case return receipt requested and postage prepaid; (3) a nationally recognized  
4 overnight courier, with all fees prepaid; or (4) email. For a notice or other communication regarding  
5 this Consent Decree to be valid, it must be delivered to the receiving Party at the one or more  
6 addresses listed below or to any other address designated by the receiving Party in a notice in  
7 accordance with this paragraph.

8  
9 **If to Puget Soundkeeper Alliance:**

10 Emily Gonzalez  
11 Puget Soundkeeper Alliance  
12 130 Nickerson Street, Suite 107  
Seattle, WA 98109  
Email: [emily@pugetsoundkeeper.org](mailto:emily@pugetsoundkeeper.org)

13 **And to:**

14 Alyssa Koepfgen  
15 Katelyn Kinn  
16 Smith & Lowney PLLC  
2317 East John St.  
Seattle, WA 98112  
Email:  
17 [alyssa@smithandlowney.com](mailto:alyssa@smithandlowney.com)  
[katelyn@smithandlowney.com](mailto:katelyn@smithandlowney.com)

18 **If to KAG:**

19 Jacqueline A. Musacchia, Esq.  
20 Executive Vice President & General Counsel  
The Kenan Advantage Group, Inc.  
21 4366 Mt. Pleasant St. NW  
North Canton, Ohio 44720  
22 Email: [Jacqueline.Musacchia@thekag.com](mailto:Jacqueline.Musacchia@thekag.com)

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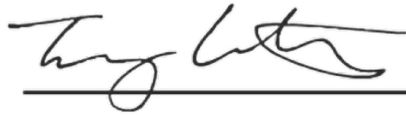
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1  
2 **And to:**

3 James Bulthuis  
4 Mark Myers  
5 Williams Kastner  
6 601 W 1<sup>st</sup> Avenue, Suite 1442  
7 Spokane, WA 99201-3825  
8 Email:  
9 jbulthuis@williamskastner.com  
10 mmyers@williamskastner.com

11 Any party identified in the notice provisions above may affect a change in the notice address by  
12 providing a notice complying with these provisions to all other parties listed. A notice or other  
13 communication regarding this Consent Decree will be effective when received unless the notice or  
14 other communication is received after 5:00 p.m. on a business day, or on a day that is not a business  
15 day, then the notice will be deemed received at 9:00 a.m. on the next business day. A notice or other  
16 communication will be deemed to have been received: (a) if it is delivered in person or sent by  
17 registered or certified mail or by nationally recognized overnight courier, upon receipt as indicated  
18 by the date on the signed receipt; or (b) if the receiving party rejects or otherwise refuses to accept  
19 it, or if it cannot be delivered because of a change in address for which no notice was given, then  
20 upon that rejection, refusal, or inability to deliver; or (c) for notice provided by e-mail, upon receipt  
21 of a response by the party providing notice or other communication regarding this Consent Decree.  
22  
23

DATED this 28th day of August, 2024.



Tiffany M. Cartwright  
United States District Judge

Presented by:

WILLIAMS KASTNER

SMITH & LOWNEY, PLLC

By s/James Bulthuis  
James Bulthuis, WSBA #44089  
Mark Myers, WSBA #15362  
*Attorneys for Defendant KAG*

By s/Alyssa Koepfgen  
Alyssa Koepfgen, WSBA #46773  
Katelyn Kinn, WSBA #42686  
*Attorneys for Plaintiff Puget Soundkeeper Alliance*

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SEATTLE, WASHINGTON 98112  
(206) 860-2883

# **Exhibit 1**



# PUYALLUP TRIBE OF INDIANS



June 25, 2024

Katelyn Kinn, Attorney  
Smith & Lowney PLLC  
2317 E. John St.  
Seattle, WA 98112

Via email [Katelyn@smithandlowney.com](mailto:Katelyn@smithandlowney.com)

Re: Puget Soundkeeper Alliance v. KAG WEST, LLC

South Prairie Creek Habitat Restoration Project

Dear Ms. Kinn:

The Puyallup Tribe of Indians (the “Tribe”) would be pleased to accept funds pursuant to the proposed Consent Decree in the above-referenced case settling a dispute relating to discharges of stormwater and other pollutants.

The Tribe agrees to the following:

1. The Tribe is the proposed recipient of the Payment in Lieu of Penalty under Paragraph 8 of the Consent Decree, which we have read.
2. The Tribe is a Federally Recognized Indian Tribe as listed in 88 Fed. Reg. 2112, 2114 (Jan. 12, 2023), Federal Tax I.D. Number 91-0955402. As an Indian tribal government, the Tribe is a tax-exempt entity under the Internal Revenue Code that is treated as a State, including *inter alia* under IRC section 164 and for purposes of determining whether and in what amount any contribution or transfer to or for the use of such government (or a political subdivision thereof) is deductible under IRC section 170 (relating to income tax deduction for charitable, etc., contributions and gifts). *See* 26 U.S.C. § 7871 (Internal Revenue Code).
3. The funds will be used only for the South Prairie Creek Habitat Restoration Project planned for the Puyallup River watershed (see project description, below).

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4. The Tribe will not use the funds for political lobbying activities.
5. Once the project is completed, the Tribe will provide the Court, the United States, and the parties in this case a final report describing the work done on the project and showing how the funds were spent.

### **Project Description**

This project will restore floodplain connectivity and instream habitat complexity on South Prairie Creek from river mile (RM) 4.5 to 5.0. South Prairie Creek is one of our most productive tributaries in the Puyallup watershed. This project will directly connect and build upon a restoration project constructed in 2020 on the South Prairie Creek Preserve from RM 4.0 to 4.5. The previously constructed project serves as the template for this next project which will: (1) Remove floodplain fill from a former horse track. (2) Excavate side channels to restore a multi-threaded channel network. (3) Install wood structures in the main channel, side channel, and floodplain to increase habitat complexity and floodplain engagement. (4) Restore native riparian and wetland plant communities through revegetation of 30 acres. See Figures 1 and 2, attached.

The floodplain re-connection project is currently under design. Final design and permitting is planned for 2025 with construction in 2026. The Puyallup Tribe Fisheries Department is working with the South Sound Salmon Enhancement Group which is the lead sponsor of the floodplain project.

Sincerely,



Bill Sterud, Chairman  
Puyallup Tribe of Indians



Enclosures:

Figures 1 and 2,  
South Prairie Creek Habitat Restoration Project



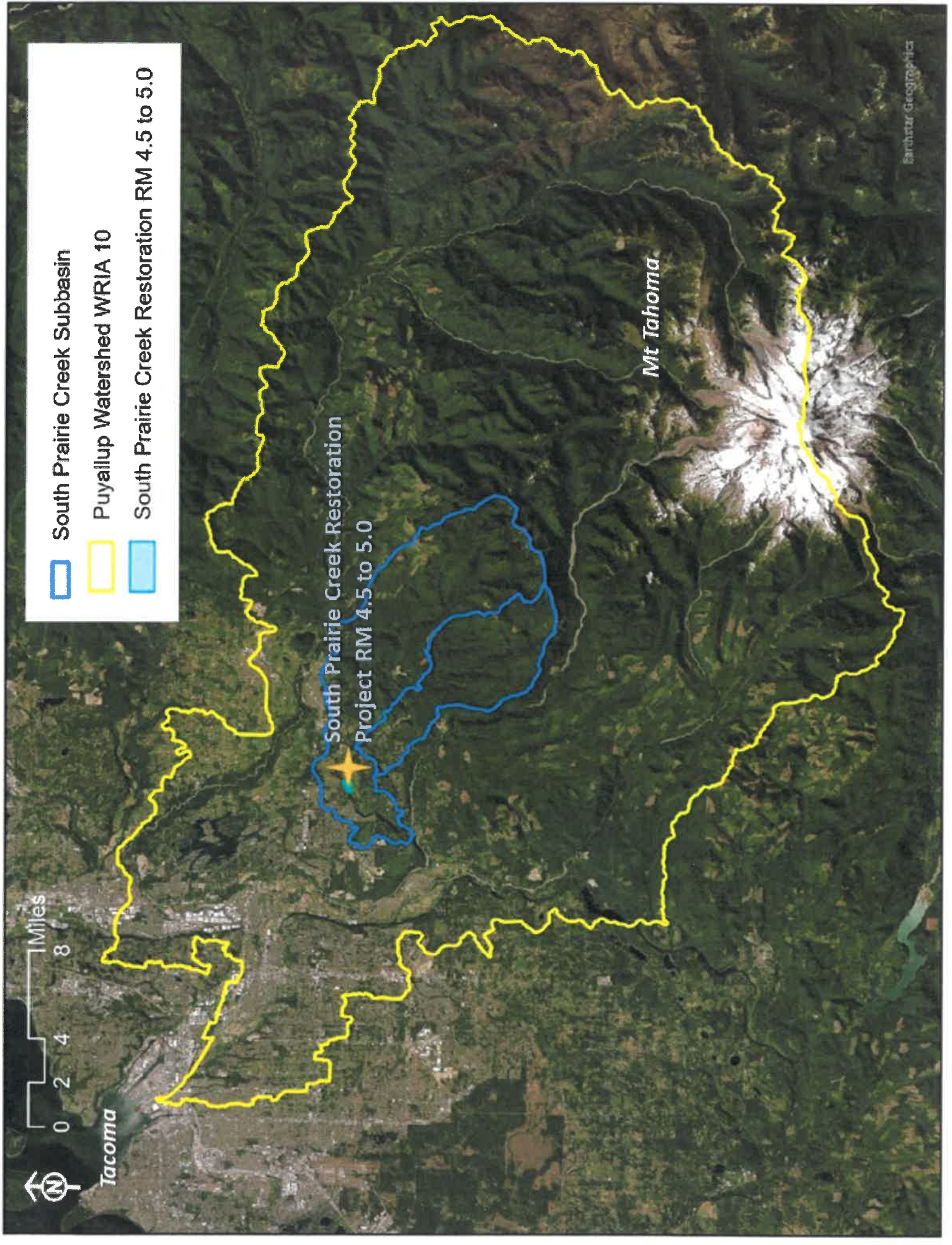
0 2 4 8 Miles

Tacoma

-  South Prairie Creek Subbasin
-  Puyallup Watershed WRIA 10
-  South Prairie Creek Restoration RM 4.5 to 5.0

South Prairie Creek Restoration  
Project RM 4.5 to 5.0

Mt Tahoma





○ RM\_tenths  
 Proposed Constructed Side Channel  
 Proposed Log Jams  
   Large ELJ  
   Small ELJ  
   LWD Roughness  
   Remove Racetrack  
   Preserve Type 1 Jams  
   Preserve Type 2 Jams  
   Preserve Type 3 Jams  
   Preserve Type 4 Jams  
   Slash Riffles  
   Preserve Constructed Side Channel

