TO ALL MEMBERS



The Britannia Steam Ship Insurance Association Limited

Managers
Tindall Riley (Britannia) Limited
Regis House
45 King William Street
London EC4R 9AN

Tel +44 (0)20 7407 3588 Fax +44 (0)20 7403 3942 www.britanniapandi.com

Dear Sirs

Washington State - Contingency Plan Requirements

Every tank vessel and every other vessel over 300 gt is required to file a contingency plan prior to entry into the waters of Washington State. Instead of filing his own plan, an owner can alternatively subscribe to an umbrella oil spill contingency plan.

Changes to Washington State Maritime Co-operative (WSMC) arrangements

For a number of years, vessel owners have been able to satisfy the Washington State requirements by enrolling with WSMC. However, the terms of the WMSC enrolment agreement do not conform with International Group (IG) guidelines on Vessel Response Plans. By signing the enrolment agreement there is the potential that they may expose themselves to risks falling outside the scope of Club cover (for which additional insurance may be obtained via the Managers).

Under the WSMC arrangements, in the case of a spill, WSMC would manage the spill for the first 24 hours or until relieved by the vessel interest's own spill management team. In recent years, WSMC has contracted with National Response Corporation (NRC) as the primary response contractor to provide the spill response resources necessary to meet requirements of Washington State law. However, that contract with NRC will end on 31 December 2013.

Whilst it will still be possible to enrol with WSMC, the resources of its new primary responder (Global Diving & Salvage, Inc) will not be sufficient to meet the requirements under Washington State law. Therefore, WSMC's resources will need to be supplemented by the resources of one of the main Oil Spill Response Organisations (OSROs), e.g. the National Response Corporation (NRC) or the Marine Spill Response Corporation (MSRC).

New National Response Corporation (NRC) arrangements

NRC now has in place its own contingency plan (NRC Covered Vessels Washington State Contingency Plan), which has received the approval of the Washington State Department of Ecology. From 1 November 2013, tank and non-tank vessel owners may meet the requirements of Washington State law by signing a contract and addendum with NRC. Details can be found at http://nrcwaplan.nrcc.com/. Moreover, the NRC Covered Vessels Washington State Contingency Plan does conform with IG guidelines on Vessel Response Plans. Those owners who have already signed a contract with NRC for the purposes of federal response need only sign the addendum.

Emergency Response Towing Vessel (ERTV)

In addition to the above contingency plan requirements, Members should note that it will still be necessary, prior to entry into Washington State waters (with the exception of the Columbia River), to enrol with the Emergency Response Towing Vessel (ERTV) for the services of the tug stationed at Neah Bay. This requirement applies whether the NRC Covered Vessels Washington State Contingency Plan or the WSMC enrolment agreement are used.

It is a requirement of Washington State law that this tug be on standby during the visit of a vessel. By signing an enrolment agreement for the ERTV, the owner ensures that the ERTV will be on standby each time one of his vessels calls at a Washington State port (with the exception of the Columbia River).

By signing an enrolment agreement for the ERTV, the owner also agrees to sign a contract with the owners of the tug should the services of a tug be required during the course of a visit. Members should note that the terms of this contract do not conform with the IG guidelines on Vessel Response Plans. Therefore, additional insurance may be needed for vessel calls in Washington State waters (except for the Columbia River) to cover the ERTV contract, irrespective of whether the NRC Covered Vessels Washington State Contingency Plan or the WSMC enrolment agreement are used. Members requiring details of the additional insurance are advised to contact the Managers.

It is only necessary to enrol with the ERTV once. Therefore, those Members who have already signed an enrolment agreement in respect of the ERTV will not need to do so again. However, they may have to complete a new Schedule of Vessel Information if the particular vessel has not called at a Washington port before.

Charges are levied in respect of the standby of the ERTV each time a vessel calls in Washington State waters and vary for tank and non-tank vessels. Details can be found at http://marexps.com/supporting/ertv/ertv rates

Members should note that Marine Exchange – an independent association which gathers and disseminates information on vessel traffic in and around Puget Sound and Grays Harbor - will be tracking vessels and if a vessel is seen to have a contract and Washington Addendum with NRC they will automatically invoice the owner direct (as opposed to through Washington State Maritime Co-operative).

All Clubs in the International Group of P&I Clubs have issued similar circulars.

Yours faithfully Tindall Riley (Britannia) Ltd Managers