IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF COLORADO

2 Civil Action No. 3 4 WILDERNESS WORKSHOP, 5 CENTER FOR BIOLOGICAL DIVERSITY, 6 LIVING RIVERS: COLORADO RIVERKEEPER, and 7 SIERRA CLUB, 8 Plaintiffs, 9 10 VS. UNITED STATES BUREAU OF LAND MANAGEMENT, an agency of the U.S. Department 11 of the Interior, 12 BRIAN STEED, in his official capacity as the Deputy Director of the U.S. Bureau of and Management, 13 U.S. DEPARTMENT OF THE INTERIOR, 14 15 and RYAN ZINKE, in his official capacity as Secretary of the U.S. Department of the Interior, 16 Federal Defendants. 17

COMPLAINT FOR DECLARATORY AND INJUNCTIVE RELIEF AND PETITION FOR REVIEW OF AGENCY ACTION

INTRODUCTION

1. This petition challenges the Federal Defendants' approval of 53 oil and gas lease parcels covering over 45,000 acres of public lands in the Upper Colorado River Basin in western Colorado in two oil and gas lease auctions, held on December 8, 2016 and December 7, 2017 (together "lease auctions"), without properly analyzing and disclosing to the public the ensuing site-specific impacts to natural resources, our climate, and public health. It asks this Court to

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invalidate and set aside these lease authorizations as violating the National Environmental Policy Act (NEPA) and its implementing regulations, and to ensure Federal Defendants' compliance with the law.

- 2. Plaintiffs Wilderness Workshop, Center for Biological Diversity, Living Rivers: Colorado Riverkeeper, and Sierra Club (collectively "Conservation Groups") challenge the failure of the Bureau of Land Management (BLM) to comply with the NEPA, 42 U.S.C. § 4332, and its requirements for public disclosure and informed decision-making. In particular, Conservation Groups challenge BLM's decision to approve each of the lease auctions through a Determination of NEPA Adequacy, which relied entirely upon prior NEPA documents, and which failed to provide any environmental analysis of site-specific impacts prior to making an irreversible and irretrievable commitment of resources.
- 3. For both the December 2016 and December 2017 lease auctions, the subject lease parcels span two BLM planning areas administered by the Colorado River Valley and the Grand Junction Field Offices. Accordingly, the Determinations of NEPA Adequacy purporting to authorize the lease auctions relied on broad, planning-stage Environmental Impact Statements ("RMP-EIS") prepared for the Colorado River Valley and Grand Junction Resource Management Plans. The Colorado River Valley RMP-EIS was approved through a record of decision on June 12, 2015, is currently the subject of federal litigation before this Court in Wilderness Workshop, et al., v. Bureau of Land Management, et al., No. 1:16-cv-01822-MSK, and includes certain common and related claims to those alleged herein. In particular, BLM's authorization of the lease auctions through a Determination of NEPA Adequacy, here, perpetuates the agency's failure at the planning stage to take a hard look at greenhouse gas pollution and climate change, failure to take a hard look at the impacts of oil and gas developement on human health and the environment, and failure to consider a reasonable range of alternatives. The Grand Junction RMP-EIS was approved through a record of decision on August 24, 2015. While the Grand Junction RMP-EIS is not subject to pending litigation, much

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of the analysis and alternatives included therein suffer from the same deficiencies that undermine the legality of the adjacent Colorado River Vally RMP-EIS.

- 4. Together, the Colorado River Valley and Grand Junction plans govern management of roughly 1.7 million acres of public lands and minerals in the Upper Colorado River, White, and Yampa River basins in northwest Colorado. This area is home to some of the nation's most important natural resources. It includes the upper reaches of the Colorado River, known as the lifeblood of the southwest, which provides water to forty-million people. The area spans some of the fastest growing counties and communities in the nation—communities that continue to attract new residents because of their proximity to public lands and the quality of life that those lands provide. The public lands of the Upper Colorado basin are rich in wildlife, and provide essential habitat for both terrestrial and aquatic wildlife. The Upper Colorado also overlies the heart of the Piceance Basin—an area containing both a significant natural gas reservoir and one of the nation's largest mule deer herds. In particular, thousands of acres included in the lease auctions are near or immediately upstream from the Colorado River's 15-Mile Reach—one of the most important "critical habitats" designated under the Endangered Species Act for recovering endangered native fishes, including the Colorado pikeminnow and razorback sucker.
- 5. On December 8, 2016, BLM auctioned 18,333.78 acres of federal oil and gas minerals in the Grand Junction and Colorado River Valley field offices in Mesa and Garfield counties.
- 6. On December 7, 2017, BLM offered for lease 27,281.30 acres of federal oil and gas in many of these same areas in the Colorado River watershed.
- 7. The foreseeable and intended result of oil and gas leasing in the established hydrocarbon-bearing formations of the Piceance Basin—including but not limited to the Mancos Shale formation—will be additional oil and gas exploration, drilling, and production. It is reasonably certain that the leased areas will be subject to horizontal drilling and hydraulic

fracturing (or "fracking")—dangerous techniques that involve high-pressure injection of millions of gallons of toxic fluids underground, to fracture shale rock and release natural gas.

- 8. The readily foreseeable development of leased acreage will foreseeably heighten the risk of toxic spills and leaks from fracking chemicals and wastewater, fracturing the ecologic balance and risking harm to terrestrial and aquatic species. More oil and gas extraction and combustion of these fossil fuels, enabled by the lease auctions, will both directly increase the risks of toxic pollution and foreseeably increase net greenhouse gas emissions, through both direct production emissions and the downstream combustion. The resulting impacts of climate change from the incremental contribution of these emissions, together with other reasonably foreseeable emissions that result from BLM's management of our public lands and minerals, significantly impact the region's natural resources, compound the harms of oil and gas development, and threaten the resilience of our landscapes and communities in the face of our changing climate.
- 9. The foreseeable increase in industrialization of leased areas, through a spider web of oil and gas wells, well pads, roads, pipelines, compressors, and other associated infrastructure, will also endanger public health. Large-scale fracking operations required for horizontal drilling have been linked to an array of illnesses and adverse health effects, including poor infant health, endocrine disruption, and increased cardiac-patient hospitalizations. Increasingly, fracking in Colorado and neighboring states has encroached upon communities, in the form of massive drilling rigs, pipelines, heavy truck traffic, accidental explosions, noise, and air and water pollution.
- 10. BLM failed to prepare any site-specific analysis under NEPA addressing the reasonably foreseeable direct, indirect, and cumulative effects of each lease auction, in violation of NEPA's requirements for federal agencies to disclose significant environmental effects of their proposed actions and to consider reasonable alternatives to those actions. Rather, for each lease auction, BLM erroneously relied on Determinations of NEPA Adequacy asserting that the

earlier Colorado River Valley and Grand Junction RMP-EISs adequately analyzed all of the lease sales' significant environmental effects.

- 11. The RMP-EISs, however, fail to take *any* look, much less, the "hard look" required by NEPA, at the site-specific impacts of leasing oil and gas in the specific areas auctioned, and fail to recognize even general concerns about fracking and horizontal drilling. For example, the RMP-EISs fail to acknowledge the enormous amounts of toxic chemicals and wastewater involved in using these techniques, and their greater water contamination risks and significant effects. The RMP-EISs also disregard public health impacts of fracking, notwithstanding the lease parcels' proximity to neighboring homes and communities like the towns of De Beque, Mesa, and Molina, Colorado. And despite the significant contribution of public lands oil and gas production to greenhouse gas emissions and the extreme urgency to slow climate change and its most catastrophic harms, the RMP-EISs fail to take a hard look, using established and readily available methods, at the foreseeable greenhouse gas emissions and significant effects on climate change from increased fracking in the Grand Junction and Colorado River Valley planning areas.
- 12. BLM's approval process for the lease auctions failed to consider *any* reasonable alternative other than the sale of all lease parcels. This failure perpetuates underlying deficiencies in the RMP-EISs, whereby BLM similarly failed to consider a sufficient range of alternatives—placing an administrative thumb on the scale that prioritizes oil and gas leasing and development above other multiple use values within the planning areas.
- 13. BLM has committed tens of thousands of acres of public land and carbon emissions to oil and gas development by auctioning and issuing oil and gas leases.
- 14. BLM has approved and offered the lease parcels without first considering the site-specific, or even landscape-level and regional direct, indirect, and cumulative effects of leasing and foreseeably resulting development, in violation of NEPA, its regulations, and the BLM NEPA Handbook.

- 15. BLM's decision to avoid analysis of site-specific impacts at both the land-use planning stage and leasing stage constitute a "shell game," the end result of which is complete avoidance of disclosure of significant environmental impacts at the earliest possible stage, as required by NEPA.
- 16. Deferring all analysis to the final stage of drilling permit authorization forecloses BLM's ability to prevent impacts altogether, regardless of what the analysis may reveal, and instead constrains its authority to mitigating or attempting to reduce such harms. At the Application for Permit to Drill ("APD") stage, BLM consistently asserts that it lacks authority to deny an operator the right to use or develop leased lands for oil and gas operations, or impose new lease stipulations or permit conditions beyond "reasonable measures," foreclosing meaningful consideration of alternatives to any proposed well operations. The point at which BLM should have considered environmental effects of oil and gas development and weighed alternatives and mitigation measures was before it committed lands to leasing—when it approved the Colorado River Valley and Grand Junction RMP-EISs, and approved each lease auction. BLM has failed to do so at each opportunity.
- 17. Accordingly, because BLM's approvals of the lease auctions violate federal law, the leases must be invalidated and set aside. Any oil and gas activities on these parcels cannot proceed until BLM has prepared a legally adequate EIS fully disclosing the effects of each lease auction.

JURISDICTION AND VENUE

18. This action arises under 42 U.S.C. § 4331 et seq., and 5 U.S.C. §§ 702, 706. Jurisdiction of this Court is conferred by 28 U.S.C. § 1331 (federal question) and the Administrative Procedure Act, 5 U.S.C. § 551 *et seq*. The Court has the authority to issue the requested declaratory and injunctive relief pursuant to 28 U.S.C. §§ 2201-02, 5 U.S.C. §§ 705, 706, and Rule 57 of the Federal Rules of Civil Procedure.

- 19. This action reflects an actual, present, and justiciable controversy between Conservation Groups and Federal Defendants. Conservation Groups' interests are adversely affected and irreparably injured by Federal Defendants' violations of NEPA as alleged herein, and will be further if BLM affirmatively implements the decision that Conservation Groups challenge herein. These injuries are concrete and particularized and fairly traceable to Federal Defendants' challenged decisions, providing the requisite personal stake in the outcome of this controversy necessary for this Court's jurisdiction.
- 20. The requested relief would redress the actual and imminent, concrete injuries to Conservation Groups caused by BLM's failure to comply with duties mandated by NEPA and its implementing regulations.
- 21. The challenged agency actions are final and subject to judicial review pursuant to 5 U.S.C. §§ 702, 704, and 706.
- 22. Conservation Groups have exhausted any and all available and required administrative remedies.
- 23. Venue is proper in this Court pursuant to 28 U.S.C. § 1391(b)(2) because the property that is the subject of the action—the 53 oil and gas lease parcels and over 45,000 acres of public lands across BLM's Colorado River Valley and Grand Junction field offices—is located in Colorado. Venue is also proper under 28 U.S.C. § 1391(e)(1)(B), because (1) a substantial part of the events or omissions giving rise to each of Conservation Groups' claims occurred in this judicial district, (2) a substantial part of property that is the subject of this action is situated in this judicial district, (3) the majority of the environmental impacts resulting from this agency action will impact this district, and (4) BLM has an office in this district, and plaintiffs Wilderness Workshop, Center for Biological Diversity, Living Rivers: Colorado Riverkeeper and Sierra Club have offices or members in this district.
- 24. Pursuant to 28 U.S.C. § 2201 *et seq.*, Conservation Groups seek a declaration of rights under the laws of the United States. There exists now between the parties an actual,

justiciable controversy in which Conservation Groups are entitled to have a declaration of their rights and of defendants' obligations, and further relief, because of the facts and circumstances set out herein.

PARTIES

- 25. Plaintiff WILDERNESS WORKSHOP is a non-profit organization dedicated to preservation and conservation of the wilderness and natural resources of the White River National Forest and adjacent public lands, including public lands in the Colorado River Valley. Wilderness Workshop engages in research, education, legal advocacy, and grassroots organizing to protect the ecological integrity of local landscapes and public lands in the area affected by the lease auctions. Wilderness Workshop focuses on the monitoring and conservation of air and water quality, wildlife species and habitat, natural communities, and lands of wilderness quality. Wilderness Workshop was founded in 1967 and has a membership base of more than 700 people. Wilderness Workshop members live, work, recreate, and/or otherwise use and enjoy lands affected by the lease auctions. They have a great interest in the protection and enhancement of natural values in the leased areas. Wilderness Workshop has been closely monitoring, informing its members, and engaging in advocacy concerning proposals, developments, and management actions by the Colorado River Valley and Grand Junction Field Offices for many years. Wilderness Workshop brings this action on its own behalf and on behalf of its adversely affected members.
- 26. Plaintiff CENTER FOR BIOLOGICAL DIVERSITY (the Center) is a non-profit membership corporation with offices in Arizona, Colorado, Alaska, California, Florida, Hawaii, Minnesota, Oregon, Washington, Washington D.C., and Mexico. The Center works through science, law, and policy to secure a future for all species, great or small, hovering on the brink of extinction. The Center is actively involved in species and habitat protection issues worldwide, including throughout the western United States, and continues to actively advocate for increased protections for species and their habitats in Colorado. The lands that will be affected by the

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approvals at issue in this action include habitat for listed, rare, and imperiled species that the Center has worked to protect, including the Colorado pikeminnow, razorback sucker, humpback chub, bonytail, Parachute beardtongue, Debeque phacelia, and Colorado hookless cactus. The Center also works to reduce greenhouse gas emissions to protect biological diversity, the environment, and public health. The Center has over 61,000 members, including those living in and near Colorado who have visited these public lands in the Grand Junction and Colorado River Valley field offices for recreational, scientific, educational, and other pursuits and intend to continue to do so in the future, and are particularly interested in protecting the many native, imperiled, and sensitive species and their habitats that may be affected by the approved oil and gas leasing. The Center brings this action on its own behalf and on behalf of its adversely affected members.

27. Plaintiff LIVING RIVERS: COLORADO RIVERKEEPER is a nonprofit organization based in Moab, Utah, next to the Colorado River. Since its inception, Living Rivers: Colorado Riverkeeper has been engaged in advocating for responsible management of the Colorado River System. Living Rivers was designated as the Colorado Riverkeeper in 2002 by the Waterkeeper Alliance, comprised of 200 affiliate "Waterkeepers" on six continents. Living Rivers: Colorado Riverkeeper's trustees, partners, and members live, work, and recreate in the Upper Colorado River Basin. By articulating conservation and alternative management strategies to the public, Living Rivers: Colorado Riverkeeper seeks to revive the natural habitat and spirit of rivers by undoing the extensive damage done by dams, and water-intensive energy development on the Colorado River. Living Rivers: Colorado Riverkeeper has approximately 1,200 members in Utah, Colorado and other states. Living Rivers: Colorado Riverkeeper's members and staff use public lands in the Upper Colorado River Basin, including lands that would be threatened by increased oil and gas development that could result from BLM's decision to authorize the December 2016 and December 2017 lease auctions, for quiet recreation (hiking and camping), scientific research, and aesthetic pursuits.

- 28. Plaintiff SIERRA CLUB is a national nonprofit organization of approximately 800,000 members dedicated to exploring, enjoying, and protecting the wild places of the earth; to practicing and promoting the responsible use of the earth's ecosystems and resources; to educating and enlisting humanity to protect and restore the quality of the natural and human environment; and to using all lawful means to carry out these objectives. The Colorado Chapter of the Sierra Club has 23,500 members in the state of Colorado. For many decades, the Sierra Club has worked to protect the Grand Junction and Colorado River Valley field offices other public lands from harmful activities such as clear-cutting, mineral extraction, commercial development, pipelines, and oil and gas drilling. Sierra Club members use the public lands in Colorado, including the lands and waters that would be affected by actions under the challenged actions, for quiet recreation, scientific research, aesthetic pursuits, and spiritual renewal. These areas would be threatened by increased oil and gas development that could result from BLM's decision to authorize the December 2016 and December 2017 lease auctions. Sierra Club brings this action on its own behalf and on behalf of its adversely affected members.
- 29. Conservation Groups and their members have concrete and particularized interests in the public lands and minerals managed by BLM and sold through the lease auctions.
- 30. Conservation Groups have individual members who live near the lease parcels; regularly visit these areas and areas near or downstream of these areas along the Colorado River; and intend to continue to use and enjoy these areas in the near future and beyond. They use and enjoy these areas for a variety of purposes, including scientific study, hiking, cycling, photography, sightseeing, wildlife observation, swimming, canoeing, rafting, and fishing, and intend to continue to do so on an ongoing basis in the future. Conservation Groups' members derive recreational, spiritual, professional, aesthetic, educational, health, and other benefits and enjoyment from these activities.
- 31. Conservation Groups' members also obtain drinking water from streams that are downstream from the lease parcels, and groundwater, below or near the lease parcels. These

areas are at risk of water contamination from fracking, pipeline spills, and chemical, wastewater, and oil and gas storage that could result from oil and gas development on the auctioned lease parcels.

- 32. Conservation Groups' and their members have shown an interest in participating in the management of the Grand Junction and Colorado River Valley Field Offices through participation in the development of land-use and resource management plans and oil and gas leasing decisions, and in the preparation of comprehensive environmental analyses required under NEPA. Conservation Groups participated in BLM's decision whether to auction the lease parcels by commenting on the Determinations of NEPA Adequacy for each lease auction, and submitting a timely administrative protest, pursuant to 43 C.F.R. §§ 4.450-2 and 3120, of each lease sale.
- 33. Conservation Groups and their members have been and are suffering, and will continue to suffer, irreparable injury as a result of BLM's authorizations of the lease auctions and their failure to comply with NEPA. For example, the oil and gas leases issued by BLM will allow increased fracking and oil and gas development, resulting in noise, visual blight, increased traffic, seismic risks, loss of natural soil function, habitat fragmentation and degradation, greenhouse gas emissions, and greater air and water pollution and stream depletions. All of these harms will diminish Conservation Groups' members' ability to enjoy recreational, spiritual, professional, aesthetic, educational, and other activities in and around the Grand Junction Field Office, Colorado River Valley Field Office, and Colorado River Basin, while increased water pollution may foreseeably contaminate drinking water sources used by Conservation Groups' members and/or adversely affect fish species of scientific and/or recreational interests. BLM has failed to study and adopt adequate mitigation measures to avoid or significantly reduce these and other significant adverse impacts of the challenged oil and gas leasing decisions.
- 34. BLM's failure to comply with NEPA has deprived Conservation Groups and their members of information to which they are entitled under NEPA, including information

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pertaining to the effects of new leasing on environmental resources in the Grand Junction and Colorado River Valley Field Offices, reasonable alternatives to the proposed action, and available measures to mitigate adverse environmental impacts. This lack of required public information has injured Conservation Groups and their members by depriving them of a meaningful opportunity to comment on the missing information; and denying them the procedural safeguards required by NEPA to ensure that BLM carefully consider the direct, indirect, and cumulative effects of the agency's proposed actions, environmentally superior alternatives to those actions, and appropriate mitigation measures prior to allowing new leasing.

- 35. Conservation Groups' injuries will be redressed by the relief sought herein. This court has jurisdiction to vacate and enjoin BLM's authorization of the lease auctions, and any leases and project approvals relying on BLM's Determinations of NEPA Adequacy. Requiring the preparation of an EIS would redress Conservation Groups' injuries by increasing the likelihood of mitigation of the impacts of BLM's leasing decision, and increasing the likelihood of survival of rare and imperiled species impacted by the decision. All such relief would improve Conservation Groups' opportunities for using and enjoying the lease parcels and their surrounding areas, and the Colorado River in the future.
- 36. Conservation Groups have no adequate remedy at law to address the foregoing injuries to their interests.
- 37. Defendant BUREAU OF LAND MANAGEMENT is an agency of the United States within the U.S. Department of the Interior. BLM is responsible for managing its lands, including the lands within the Grand Junction and Colorado River Valley Field Offices, in accordance with federal law, including NEPA, the Federal Land Policy and Management Act, and the Mineral Leasing Act.
- 38. Defendant BRIAN STEED is sued in his official capacity as Deputy Director of Bureau of Land Management exercising authority of the Director. As Deputy Director, Mr. Steed oversees the agency's management of public lands and is responsible for managing public lands

under BLM authority, including lands and resources in Colorado subject to the decision at issue herein, in accordance with NEPA and other federal law.

- 39. Defendant RYAN ZINKE is sued in his official capacity as Secretary of the U.S. Department of Interior. Secretary Zinke is responsible for managing public lands, resources, and mineral estates of the United States, including lands and resources in Colorado sold in the lease auctions, and in his official capacity, is responsible for implementing and complying with federal law, including the legal requirements that form the basis of this action.
- 40. Defendant, THE U.S. DEPARTMENT OF THE INTERIOR, is a Cabinet-level federal agency that manages America's natural and cultural resources, including resource and land use planning, leasing and development.

STATUTORY BACKGROUND

- 41. The National Environmental Policy Act is "our basic national charter for protection of the environment." 40 C.F.R. § 1500.1(a). Its twin aims are to facilitate informed agency decision-making and public access to information. By focusing both agency and public attention on the environmental effects of proposed actions, NEPA facilitates informed decision-making by agencies and fosters public participation.
- 42. To accomplish these objectives, NEPA requires "responsible [federal] officials" to prepare an environmental impact statement ("EIS") to consider the effects of each "major Federal action[] significantly affecting the quality of the human environment." 42 U.S.C. § 4332(2)(C)(i).
- 43. The EIS must "provide full and fair discussion of significant environmental impacts and shall inform decisionmakers and the public of the reasonable alternatives which would avoid or minimize adverse impacts or enhance the quality of the human environment." 40 C.F.R. § 1502.1. An EIS must take a "hard look" at not only the direct impacts of a proposed action, but also the indirect and cumulative impacts. Such analysis must include all reasonably foreseeable impacts of the proposed action. An EIS must also include a discussion of possible

mitigation measures to avoid adverse environmental impacts. *See* 42 U.S.C. § 4332(C)(ii); 40 C.F.R. §§ 1502.14(f), 1502.16(h), 1508.14, 1508.25(b)(3). To "properly evaluate the severity of the adverse effects" of a proposed project, the discussion of mitigation measures must be "reasonably complete." *Colo. Envt'l Coalition v. Dombeck*, 185 F.3d 1162, 1173 (10th Cir. 1999), *see also Robertson v. Methow Valley*, 490 U.S. 332, 352 (1989).

- 44. NEPA's implementing regulations require that the agency "shall identify any methodologies used and shall make explicit reference by footnote to the scientific and other sources relied upon for conclusions," and shall ensure the scientific accuracy and integrity of environmental analysis. *Id.* § 1502.24. The agency must disclose if information is incomplete or unavailable and explain "the relevance of the incomplete or unavailable information to evaluating reasonably foreseeable significant adverse impacts." *Id.* § 1502.22(b)(1). The agency must also directly and explicitly respond to dissenting scientific opinion. *Id.* § 1502.9(b). The EIS must also be circulated for public comment.
- 45. To determine whether the impacts of a proposed action are significant enough to warrant preparation of an EIS, the agency may prepare an Environmental Assessment (EA). Under NEPA's implementing regulations, an agency's EA must include "brief discussions of the need for the proposal, of the alternatives . . . , [and] of the environmental impacts of the proposed action and the alternatives." 40 C.F.R. § 1508.9. Like an EIS, the EA must take a hard look at all reasonably foreseeable, direct, indirect, and cumulative impacts of the proposed action. *See id.* § 1508.7, 1508.8. If the agency decides the impacts are not significant, it must supply a convincing statement of reasons why.
- 46. Federal agencies must comply with NEPA before there are "any irreversible and irretrievable commitments of resources which would be involved in the proposed action should it be implemented." 42 U.S.C. § 4332(2)(C)(v); see also 40 C.F.R. §§ 1501.2, 1502.5(a).

- 47. NEPA requires Federal Defendants to consider "any adverse environmental effects which cannot be avoided." 42 U.S.C. § 4332(2)(C)(ii). In so doing, Federal Defendants must "identify and develop methods and procedures . . . which will insure that presently unquantified environmental amenities and values may be given appropriate consideration in decision-making along with economic and technical considerations." *Id.* § 4332(2)(B).
- 48. BLM policy on Land Use Planning and Lease Parcel Reviews, as set forth in the Bureau of Land Management Manual, Section 3120, and other policy guidance documents, guides BLM's implementation of NEPA requirements. BLM guidance confirms that a Determination of NEPA Adequacy "is not itself a NEPA document," and may be utilized only when, among other conditions, "the direct, indirect, and cumulative effects that would result from implementation of the new proposed action [are] similar (both quantitatively and qualitatively) to those analyzed in the existing NEPA document." BLM NEPA Handbook, H-1790-1, Section 5.1.2-3.
- 49. The Federal Land Policy and Management Act (FLPMA) authorizes BLM to create and amend Resource Management Plans governing the use of public lands and federal minerals under BLM's management. *See* 43 U.S.C. § 1712. Among other things, BLM uses the Resource Management Plan process to determine what public lands are open to federal oil and gas leasing and development and how those leased lands will be managed, and to formulate mitigation measures to reduce the impacts of oil and gas development, including lease stipulations for the protection of various resources.
- 50. The Mineral Leasing Act (MLA) authorizes the Secretary of Interior to lease federal lands and minerals for oil and gas development in a competitive bidding process. *See* 30 U.S.C. § 226. BLM may, but is not obligated to, offer public lands that operators have "nominated" or requested for leasing in quarterly lease auctions, after confirming lands are open for leasing under the relevant Resource Management Plan or other governing land-use plan.

FACTUAL BACKGROUND

A. The Mancos Shale Formation and the Dangers of Hydraulic Fracturing

- 51. The Piceance Basin spans seven counties in northwest Colorado, and encompasses large areas of the Colorado River Valley and Grand Junction planning areas, including the areas where BLM auctioned the challenged leases. This basin contains vast "tight" and "continuous" natural gas reserves, which are difficult to extract using conventional drilling technology and require extraction via hydraulic fracturing or other unconventional methods. In recent years, the most productive area of the Basin has been the Mesa Verde Group, which consists of multiple underground formations targeting natural gas and coalbed methane reserves. However, exploration of the underlying Mancos Shale Formation has revealed development potential of these deeper shale gas reserves. In June 2016, the U.S. Geological Survey asserted the Mancos shale play could contain 66 trillion cubic feet of undiscovered, technically recoverable shale natural gas reserves—over 40 times greater than the amount previously assessed in 2003—plus 74 million barrels of shale oil and 45 million barrels of natural gas liquid.
- 52. Recent technological advances in horizontal drilling and multi-stage hydraulic fracturing have enabled exploitation of the Mancos shale play. Hydraulic fracturing, a dangerous practice in which operators inject toxic fluid underground under extreme pressure to produce fractures that release oil and gas, has greatly increased industry interest in developing shale oil and gas deposits that would otherwise be impossible or uneconomic to extract. Advances in horizontal drilling techniques consist of a single vertical or directional wellbore, and then multiple horizontal wellbores that radiate laterally. Horizontally drilled wells can be over two miles in length, which are then fractured sometimes several dozens of times each, resulting in far greater magnitudes of water consumption and air pollution.
- 53. The main ingredient in modern fracturing fluid (or "frack fluid") is generally water, although petroleum has also been used as a base fluid. The second ingredient is a "proppant," typically sand, that becomes wedged in the fractures and holds them open so that

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27 28 passages remain after pressure is relieved. In addition to the base fluid and proppant, a mixture of chemicals is used for purposes such as increasing the viscosity of the fluid, keeping proppants suspended, and impeding bacterial growth or mineral deposition.

- 54. Fracking entails the transport of massive quantities of fluid and other products to a single well site: thousands of tons of sand, thousands of gallons of chemicals, and over 24 million gallons of water may be used to drill and frack a single well. In the Piceance Basin, dozens of wells may be drilled from a single well pad. Many millions of gallons of wastewater may be produced from a single well, which must then be stored, transported, and disposed of. This includes highly toxic frack fluid that returns to the surface after it is injected (known as "flowback") and brine water that discharges from the fractured formation (known as "produced water"). These wastewaters may be laced with naturally occurring radionuclides, heavy metals, and hydrocarbons that are carried to the surface from the underground formation.
- 55. Horizontal drilling—or drilling down and then sideways along the shale formation—enables economic extraction of deep layers of shale that are not profitable to extract via vertical drilling and hydraulic fracturing alone. Horizontal drilling exposes more of the oil- or gas-bearing formation to the production well. Fracking typically occurs in multiple stages every several hundred feet along a horizontal borehole that can be miles long.
- 56. Horizontal drilling typically requires much greater volumes of water than vertical drilling. Freshwater is also required for drilling the borehole. Given the typically longer boreholes in a horizontal well than in a vertical well, greater amounts of freshwater are needed for horizontal drilling, resulting in greater production of wastewater. According to the Colorado Oil and Gas Conservation Commission, since 2013, over 150 horizontal wells have been "spudded" (i.e., completed the initial drilling stage) in northwest Colorado counties spanning the Piceance Basin, including Moffat, Mesa, Gunnison, Garfield, Delta, Rio Blanco and Routt counties.

- 57. With the rise in fracking and horizontal drilling operations, significant new information has emerged about fracking in recent years showing significant impacts to air quality, public health, water resources, wildlife, and climate change.
- 58. The high volumes of chemicals and water involved, and the high volumes of oil and gas produced, requires larger-scale infrastructure and equipment—e.g., larger pads, pipelines, tanks, pits, and rigs—and thus greater land disturbance than conventional oil and gas development, to support fracking operations. The clearance of land and construction of new infrastructure destroys and fragments wildlife habitat, and industrializes rural areas. Further, the transport of larger volumes of water, sand, fracking chemicals, wastewater, and solid waste (e.g., drill cuttings from longer boreholes) to and from the well pad requires thousands of truck trips, causing greater air pollution, noise, and public safety hazards.
- 59. Fracking can result in the discharge of hazardous wastes, including petroleum products, into drinking water. The hydraulic fracturing process involves hundreds of toxic chemicals that can escape into water supplies either through deep well injection or through more conventional routes, like migration through faulty casing or via surface spills. In 2016, the U.S. Environmental Protection Agency (EPA) finalized a study that concluded that fracking can and has resulted in adverse effects on drinking water resources. The study noted numerous cases of water contamination resulting from spills, leaks, and faulty wells. Numerous studies indicate that leaks from fracked wells are a chronic problem, even for newer wells.
- 60. Increased storage, transport, and disposal of chemicals and wastewaters associated with fracking can result in a higher incidence and severity of spills and leaks, and devastating consequences for fish and wildlife.
- 61. Recently published scientific papers describe the harmfulness of the chemicals often used in fracking fluid. One analysis found that 37 percent of the chemicals found at fracked

¹ U.S. EPA, Hydraulic Fracturing for Oil and Gas: Impacts from the Hydraulic Fracturing Water Cycle on Drinking Water Resources in the United States (2017), available at https://www.epa.gov/hfstudy.

gas wells were volatile, and that of those volatile chemicals, 81 percent can harm the brain and nervous system, 71 percent can harm the cardiovascular system and blood, and 66 percent can harm the kidneys.²

- 62. Volatile organic compounds (VOCs) from car and truck engines, as well as the drilling and fracking stages of oil and gas production, make up about 3.5 percent of the gases emitted by oil or gas operations. The VOCs emitted include the BTEX compounds benzene, toluene, ethyl benzene, and xylene which are listed as hazardous air pollutants by EPA. These toxic air contaminants coupled with smog-forming chemicals (such as nitrogen oxides or NOx, methane, and ethane) threaten local communities and regional air quality.
- 63. A number of studies link proximity to unconventional oil and gas development (i.e., fracking and horizontal drilling) to increased rates of cancer, birth defects, poor infant health, endocrine disruption, cardiology-patient hospitalization, and acute health effects (e.g., skin rashes, nausea or vomiting, headache, dizziness, eye and throat irritation). For example:
- (a) One study in Colorado found that pregnant women living within ten miles of a fracked well were more likely to bear children with congenital heart defects and possibly neural tube defects.³
- (b) A study of 9,384 pregnant women in Pennsylvania found that women who live near active drilling and fracking sites had a 40 percent increased risk for having premature birth and a 30 percent increased risk for having high-risk pregnancies.⁴
- (c) A study that analyzed air samples taken during drilling operations near natural gas wells and residential areas in Garfield County, Colorado detected 57 chemicals within a 0.7 mile radius of the wells, including 44 with reported health effects.⁵ Ambient

² Colborn, Theo et al., Natural Gas Operations from a Public Health Perspective, 17 Human and Ecological Risk Assessment 1039, 1046 (2011).

³ McKenzie, Lisa M., Birth Outcomes and Maternal Residential Proximity to Natural Gas Development in Rural Colorado, 122 Environmental Health Perspectives 412 (2014).

⁴ Casey, Joan A., Unconventional Natural Gas Development and Birth Outcomes in Pennsylvania, USA, 27 Epidemiology 163 (2016).

- (d) In Colorado, a study of water samples near active natural gas wells that had been fracked and known spill sites in Garfield County, Colorado indicated the presence of endocrine disrupting chemicals, and the presence of moderate levels of these chemicals in the Colorado River, the drainage basin for this region. The study suggests that areas with known-natural gas related spills surrounding the river might be contributing to this contamination.
- (e) In one study, residents living within one-half mile of a fracked well were significantly more likely to develop cancer than those who live more than one-half mile away, with exposure to benzene being the most significant risk.⁷
- (f) A study using data from rural Colorado shows a link between proximity to oil and gas development and childhood leukemia. Researchers found children diagnosed with acute lymphocytic leukemia were more likely to live in areas of high-density oil and gas development compared to children with other types of cancer.⁸
- (g) A recent Yale University study identified numerous fracking chemicals that are known, probable, or possible human carcinogens (20 air pollutants) and/or are linked to increased risk for leukemia and lymphoma (11 air pollutants), including benzene, 1,3-butadiene, cadmium, diesel exhaust, and PAHs.⁹

Ecological Risk Assessment: An International Journal, Vol. 20, Iss. 1, Table 4 available at http://www.tandfonline.com/doi/full/10.1080/10807039.2012.749447.

Kassotis, Christopher D. et al., Estrogen and Androgen Receptor Activities of Hydraulic Fracturing Chemicals and Surface and Ground Water in a Drilling-Dense Region. Endocrinology, March 2014, 155(3):897–907, pp. 905-906, available at http://press.endocrine.org/doi/full/10.1210/en.2013-1697.

McKenzie, L. et al., Human Health Risk Assessment of Air Emissions from Development of Unconventional Natural Gas Resources, 424 Science of the Total Environment 79 (2012) ("McKenzie 2012")

^{2012&}quot;).

8 McKenzie, Lisa M., et al., Childhood hematologic cancer and residential proximity to oil and gas development, PLoS ONE 12(2): e0170423 (2017), http://dx.doi.org/10.1371/journal.pone.0170423.

9 Elliot, Elise G. et al., A Systematic Evaluation of Chemicals in Hydraulic-Fracturing Fluids and

³ Elliot, Elise G. et al., A Systematic Evaluation of Chemicals in Hydraulic-Fracturing Fluids and Wastewater for Reproductive and Developmental Toxicity, 27 Journal of Exposure Science and Environmental Epidemiology 90 (2016).

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- A rigorous study by Johns Hopkins University, which examined 35,000 medical records of people with asthma in Pennsylvania, found that people who live near a higher number of, or larger, active gas wells were 1.5 to 4 times more likely to suffer from asthma attacks than those living farther away, with the closest groups having the highest risk. 10 Increased asthma risks occurred during all phases of well development.
- A report from a researcher at Colorado State University shows that ozone (i) smog that results from oil and gas industry pollution poses a real threat to children who suffer from asthma.¹¹ Nationally, there are more than 750,000 summertime asthma attacks in children under the age of 18 due to ozone smog resulting from oil and gas pollution. Each summer, there are more than 2,000 asthma-related emergency room visits and over 600 respiratory related hospital admissions nationally due to ozone smog resulting from oil and gas pollution.
- 64. The above studies and many others were presented to BLM for its consideration in approving the lease auctions. BLM's Determinations of NEPA Adequacy, however, do not address these studies, or analyze human health impacts of oil and gas development on the particular communities surrounding the lease parcels. This failure is not cured by the RMP-EISs on which they rely, where many of the same and similar studies were also provided to BLM, and where the agency also failed to consider or analyze the weight of scientific information.
- 65. Many of the lease parcels are also within or near towns or popular recreational areas. Development of these parcels for oil and gas could impact the health of local residents and visitors. For example:
- The town of De Beque, Colorado in Mesa County, overlaps or borders (a) lease parcels, and is within one or two miles of other lease parcels.

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¹⁰ Rasmussen, Sara G. et al., Association Between Unconventional Natural Gas Development in the Marcellus Shale and Asthma Exacerbations, 176 JAMA Internal Medicine 1334 (2016). ¹¹ Fleischman, Lesley, Gasping for Breath: An Analysis of the health effects from the oil and gas industry, Clean Air Task Force (Aug. 2016), available at http://www.catf.us/resources/publications/files/Gasping_for_Breath.pdf.

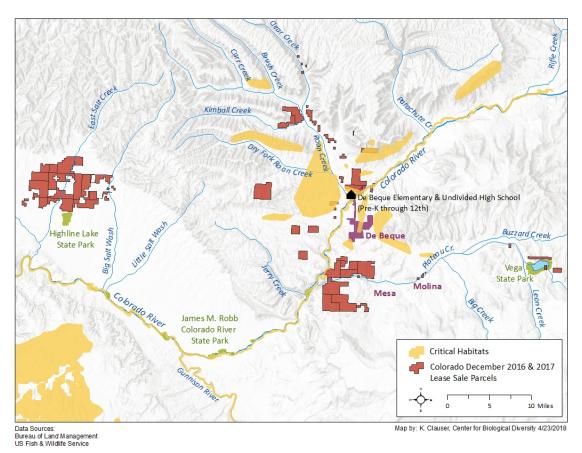
- (b) De Beque's Pre-K-12 School is within one-half mile of a lease parcel (parcel COC77995).
- (c) The unincorporated community of Mesa, Colorado in Mesa County is within two miles of a lease parcel.
- (d) The unincorporated community of Molina, Colorado in Mesa County is within less than a half-mile of a lease parcel.
- (e) Lease parcels are within two miles of the Island Acres Section of James M. Robb-Colorado River State Park, a popular campground on the Colorado River and rest stop along I-70.
- (f) A lease parcel lies within half a mile of Highline Lake State Park, an important migratory bird habitat in the Grand Valley, which contains two lakes and is popular with birders. Highline Lake State Park is also a popular area for camping and open water swimming, and numerous recreational events are held there every year—including the 18 Hours of Fruita Mountain Bike Race and local triathlon races.
- 66. One lease parcel underlies Vega Reservoir. Vega Reservoir is a high-mountain lake within a montane meadow in Vega State Park, and supplies irrigation water to downstream communities. Numerous residences surround Vega Reservoir, and the area is popular for fishing, camping, hunting, and other forms of recreation. Lease parcels also lie just outside Vega State Park, including one parcel adjacent to Grand Mesa National Forest.

B. Natural Resources of the Lease Auction Parcels and Surrounding Areas

67. The Grand Junction and Colorado River Valley Field Offices support a rich diversity of rare, at-risk and endemic wildlife, fish, and plants, and abundant outdoor recreational opportunities. The parcels offered in the December 8, 2016 and December 7, 2017 lease auctions lie within areas vital to sustaining these unique and sensitive natural resources, and places where people live and recreate. The lease auctions included numerous parcels overlying or neighboring critical habitat for the endangered Colorado pikeminnow and razorback sucker in the Colorado

River, and habitat for other native, sensitive fish species, such as bluehead sucker, flannelmouth sucker, and roundtail chub. Many of these parcels are also within or near important habitat for rare and sensitive plant species, such as the imperiled De Beque phacelia, Parachute beardtongue, and Colorado hookless cactus.

68. Above the Grand Valley, between Palisade and Parachute, Colorado, a number of parcels directly overlap the Colorado River, its tributaries, and their floodplains and riparian areas—the region's lifeblood in arid western Colorado. U.S. Fish and Wildlife Service has designated this stretch of the river as critical habitat for the Colorado pikeminnow and razorback sucker, which are both listed as "endangered" under the Endangered Species Act. Numerous lease parcels lie atop or drain into this critical habitat (see December 2016 and December 2017 Lease Auction parcel map below).



- 69. The Colorado pikeminnow is an elongated pike-like fish and the largest minnow in North America, once growing as large as six feet and weighing nearly 100 pounds. It now rarely exceeds three feet or more than 18 pounds. The razorback sucker is one of the largest suckers in North America, a bottom browser that primarily feeds on algae, plant debris, and aquatic insect larvae. It often reaches over two feet in length and over six pounds. Both the Colorado pikeminnow and razorback sucker are migratory fish known to travel several hundreds of miles to spawning areas. Each can live up to 40 years. Both species were once abundant throughout the Colorado River mainstem and its tributaries. Today, only two wild populations of Colorado pikeminnow exist in the Colorado River and Green River systems. A variety of factors, including lack of adequate summer and seasonal flows in the Upper Colorado River Basin, predation by nonnative fish, and effects from pollutants including mercury and selenium, has prevented larval and juvenile fish of these species from surviving into adulthood and establishing self-sustaining wild populations.
- 70. Historically, threats to endangered fish populations in the Colorado River Basin were due primarily to the construction and operation of dams, which caused a loss of suitable habitat. Dam construction drastically modified the river's natural hydrology and channel characteristics throughout the Colorado River Basin, fragmenting the river ecosystem, blocking migrations, reducing temperatures downstream of dams, creating lake habitat, and creating conditions favorable to nonnative fish predators and competitors. Threats to these species now also include stream regulation, habitat modification, competition with and predation by nonnative fish, and pesticides, air pollutants and climate change.
- 71. The 15-mile Reach of the Colorado River provides some of the most important critical habitat, critical to the recovery of the Colorado pikeminnow and razorback sucker. Under the Endangered Species Act, only areas that are "essential for the conservation of the species" may be designated critical habitat. 16 U.S.C. § 1532(5). Spanning 15 miles upstream from the Gunnison River confluence in Grand Junction, Colorado, and northeast to the Grand Valley

Diversion Dam, the 15-Mile Reach contains valuable spawning habitat for both species; an optimum balance between temperature and food availability and year-round habitat for adult Colorado pikeminnow; and an important refuge for these fish should a catastrophic event cause a loss of populations in the Gunnison River or in the Colorado River below the Gunnison River confluence.

- 72. All of the December 8, 2016 lease sale parcels lie within the Colorado River sub-basin and are directly upstream from or drain into the 15-mile Reach. The Colorado River sub-basin encompasses the upstream reaches of the main stem Colorado River and its headwaters to its confluence with the Gunnison River.
- 73. All of the December 7, 2017 lease sale parcels also lie within the Colorado River sub-basin, including many that are upstream from or drain into the 15-mile Reach. All parcels below the 15-mile Reach also drain into critical habitat for the endangered fish.
- 74. Parcels also overlie or neighbor Plateau Creek, Clear Creek, and Roan Creek, important drainage areas of the Colorado River Basin. Plateau Creek provides important habitat to sensitive native fish species, including bluehead sucker, flannelmouth sucker, and roundtail chub.
- 75. Oil and gas development threatens the endangered fish and other sensitive fish species and their habitat by dewatering streams, causing sedimentation and runoff pollution, and increasing the risk of toxic spills and leaks. The Determinations of NEPA Adequacy for the lease auctions do not analyze these effects on the endangered fish, sensitive fish species, and their habitat in the particular areas to be leased. Likewise, the RMP-EISs on which the Determinations of NEPA Adequacy rely lack this analysis.
- 76. The leased areas near De Beque, Colorado also provide important habitat for sensitive plant species, such as Parachute beardtongue, De Beque phacelia, and Colorado hookless cactus—all listed as "threatened" under the Endangered Species Act. These plants endemic to western Colorado specialize in unusual soils or geological formations scattered in

1 small pockets of the region. Critical habitat for Parachute beardtongue and/or De Beque phacelia 2 3 4 5

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are found on or near numerous parcels sold in the lease auctions. Colorado hookless cactus also occupies several leased areas. Many other rare and endemic plants also likely found within or near the leased areas, including, sun-loving meadowrue, De Beque milkvetch, Adobe hills thistle, Wetherill milkvetch, long-flower cat's eye, Naturita milkvetch, Roan Cliffs blazing star, Utah mountain lilac, Utah fescue, Piceance bladderpod, and Cisco sego lily.

77. BLM's Determinations of NEPA Adequacy for the lease auctions lack any analysis of potential significant impacts of oil and gas development on the particular plant species and communities inhabiting these lease parcels.

C. Fracking and its Contribution to Climate Change

- 78. With the rise of fracking technology and its ability to unlock vast shale and other geological reserves, the U.S. has become the world's leading producer of both petroleum and natural gas. The rapid expansion in fracking operations and fossil fuel production, however, threatens to unleash enormous amounts of greenhouse gas emissions and undermine U.S. commitments to reduce greenhouse gas emissions and limit global warming to scientificallyadvised limits. Production of fossil fuels from U.S. public lands and waters accounts for approximately 24% of energy-related U.S. greenhouse gas emissions, and approximately 21% of total U.S. emissions.
- 79. Climate change is a problem of global proportions resulting from the cumulative greenhouse gas emissions (e.g., carbon dioxide and methane) of countless individual sources primarily sources that burn fossil fuels. Fracking and oil and gas development emit greenhouse gases at every stage of the extraction, production, transportation, and combustion processes. These include emissions from equipment used during the land clearing, well construction, drilling, fracking, and extraction process and from transporting materials and equipment to the well site; venting from wells and gas flaring, when gas cannot be captured or contained; wells, tanks, and pipelines, which are prone to leakage; railcars and trucks distributing the raw and

finished product; and the refining, processing, and end-use combustion of the oil and gas. In addition, the construction and operation of pipelines, export terminals, refineries, and other infrastructure to support oil and gas development all entail significant greenhouse gas emissions; and, ultimately, from end use and combustion.

- 80. Given already dangerously high levels of greenhouse gas emissions in the atmosphere and the disastrous effects of warming temperatures for decades to come, an extensive body of research points to the need for human society to halt all new commitments to fossil fuel development and infrastructure and even phase out existing areas of fossil fuel production.
- 81. Earlier this year, the United States released the Climate Science Special Report prepared for the Fourth National Climate Assessment ("NCA"), which concluded that anthropogenic activity—principally from the burning of fossil fuel resources—is the primary driver of global warming. The observed increases of greenhouse gases in the atmosphere over the industrial era has already increased global average temperatures by over 1.0°C—now the warmest in the history of modern civilization. Sixteen of the warmest years on record for the globe occurred in the last 17 years, including record high temperatures in each of the last three years. This warming has resulted in documented impacts to our lands and oceans: melting glaciers; diminishing snow cover and snowpack; shrinking sea ice; rising sea levels; and increasing and intensifying natural disasters such as droughts, heatwaves, and wildfires. Without major reductions in greenhouse gas emissions, the increase in average global temperature relative to pre-industrial times could reach more than 5.0°C by the end of the century. Limiting warming between 1.5°C and 2.0°C—the generally accepted threshold for avoiding the worst dangers of climate change—requires dramatic emission reductions.
- 82. Immediate action is required. Concentrations of heat-trapping gases already exist at the highest levels on this planet in the last 3 million years, and are increasing at an unprecedented rate. Unabated emissions could cause carbon levels to exceed those not

experienced in tens to hundreds of millions of years, threatening the very fabric of life as we have known it.

83. The Intergovernmental Panel on Climate Change (IPCC) Fifth Assessment Report, and other expert assessments, have established global carbon budgets, or the total amount of carbon that can be burned while maintaining some probability of staying below temperature thresholds of 1.5°C and 2.0°C. Exceeding these temperature targets could lead to irreversible and catastrophic climate change effects. According to the IPCC, total cumulative anthropogenic emissions of carbon dioxide (CO₂) must remain below about 1,000 gigatons of CO₂ (GtCO₂) from 2011 onward for a 66 percent probability of limiting warming to 2°C above pre-industrial levels. ¹² A more cautious and prudent budget would hold emissions to below 400 GtCO₂ from 2011 onward for a 66 percent probability of limiting warming to 1.5°C. ¹³ However, in just four short years, 15% of the global carbon budget for limiting warming to 2°C has already been consumed, resulting in a budget of 850 GtCO₂ from 2015 onward. ¹⁴ Further, 40% of the budget for limiting warming to 1.5°C has already been consumed, and is now reduced to 240 GtCO₂ from 2015 onward. According to the Fourth NCA projected emissions could lead to using up the 1.5°C global carbon budget in less than two years—by 2019, under either a high or low emissions scenario—and to using up the 2°C budget in 16 to 20 years—by 2033 under a high emissions scenario, and 2037 under a low emissions scenario. ¹⁵ The Climate Science Special

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¹² Intergovernmental Panel on Climate Change, 2013: Summary for Policymakers. In: Climate Change 2013: The Physical Science Basis, Contribution of Working Group I to the Fifth Assessment Report of the Intergovernmental Panel on Climate Change [Stocker, T.F. et al. (eds.), Cambridge University Press (2013) at 25; Intergovernmental Panel on Climate Change, Climate Change 2014: Synthesis Report. Contribution of Working Groups I, II and III to the Fifth Assessment Report of the Intergovernmental Panel on Climate Change, [Core Writing Team, R.K. Pachauri and L.A. Meyer (eds.)], IPCC, Geneva, Switzerland, 151 pp. (2014) at 63-64 & Table 2.2.

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¹⁴ Rogelj, Joeri et al., Differences between carbon budget estimates unraveled, 6 Nature Climate Change 245 (2016) at Table 2.

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¹⁵ U.S. Global Change Research Program, Climate Science Special Report: Fourth National Climate Assessment, Vol. I, p. 397 (2017) ("Fourth NCA 2017"), available at https://science2017.globalchange.gov/downloads/CSSR Ch14 Mitigation.pdf.; *see also* Carbon Brief,

Report prepared for Fourth National Climate Assessment ("NCA") observed, "no more than approximately 230 GtC [gigatons of carbon¹⁶] may be emitted in the future in order to remain under this temperature threshold." The incremental contribution of greenhouse gas emissions from a myriad of sources—including, here, from the subject parcels leased for oil and gas development—are a debit against this remaining carbon budget. The Climate Science Special Report, including defendant Department of Interior, also confirmed "the further and the faster the Earth system is pushed towards warming, the greater the risk of unanticipated changes and impacts, some of which are potentially large and irreversible"; and "major reductions" in greenhouse gas emissions are necessary to slow or avoid these effects. ¹⁸

84. A large body of scientific research has established that the vast majority of global and U.S. fossil fuels must stay in the ground in order to hold temperature rise to well below 2°C.¹⁹ Studies estimate that 68 to 80 percent of global fossil fuel reserves must not be extracted and burned to limit temperature rise to 2°C.²⁰ For a 50 percent chance of limiting temperature rise to 1.5°C, 85 percent of known fossil fuel reserves must stay in the ground.²¹

Analysis: Only five years left before 1.5C carbon budget is blown (May 19, 2016), available at https://www.carbonbrief.org/analysis-only-five-years-left-before-one-point-five-c-budget-is-blown.

16 230 GtC is equal to ~844 GtCO₂, using the standard conversion factor of 1GtC = 3.67 GtCO₂.

17 Fourth NCA 2017 at 393, 404.

18 Id. at 11, 15, 32.

¹⁹ The IPCC estimates that global fossil fuel reserves exceed the remaining 275 GtC carbon budget (from 2011 onward) for staying below 2°C by 4 to 7 times, while fossil fuel resources exceed the carbon budget for 2°C by 31 to 50 times. *See* Bruckner, Thomas et al., 2014: Energy Systems. In: Climate Change 2014: Mitigation of Climate Change. Contribution of Working Group III to the Fifth Assessment Report of the Intergovernmental Panel on Climate Change, Cambridge University Press (2014) at Table 7.2.
²⁰ To limit temperature rise to 2°C, studies indicate variously that 80 percent (Carbon Tracker Initiative

2013), 76 percent (Raupach et al. 2014), and 68 percent (Oil Change International 2016) of global fossil fuel reserves must stay in the ground. See Carbon Tracker Initiative, Unburnable Carbon – Are the world's financial markets carrying a carbon bubble? (2013);Raupach, Michael et al., Sharing a quota on cumulative carbon emissions, 4 Nature Climate Change 873, Figure 2 (2014) ("Raupach 2014"); Oil Change International, The Sky's Limit: Why the Paris Climate Goals Require a Managed Decline of Fossil Fuel Production, 6, 12 (September 2016).

²¹ Oil Change International 2016 at 6.

86. Under the Paris Agreement, the United States has committed to the climate change target of holding the increase in long-term global average temperature "to well below 2°C above pre-industrial levels and to pursue efforts to limit the temperature increase to 1.5°C above pre-industrial levels."²⁶ The United States signed the Paris Agreement on April 22, 2016,²⁷ and the agreement entered into force on November 4, 2016. The Paris Agreement codifies the international consensus that climate change is an "urgent threat" of global concern. 28 The Agreement requires a "well below 2°C" climate target recognizing that the 2°C warming

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²² Rogelj et al. (2015) estimated that a reasonable likelihood of limiting warming to 1.5° or 2°C requires global CO₂ emissions to be phased out by mid-century and likely as early as 2045. Rogelj, Joeri et al., Energy system transformations for limiting end-of-century warming to below 1.5°C, 5 Nature Climate Change 519 (2015). The United States must phase out fossil fuel CO₂ emissions even earlier: between 2025 and 2030 on average for a reasonable chance of staying below 1.5°C and between 2040 and 2045 on average for a reasonable chance of staving below 2°C. See Climate Action Tracker, USA (last updated Nov. 6, 2017) at 2016 Rating figure showing U.S. emissions versus year (last visited April 10, 2018), available at http://climateactiontracker.org/countries/usa/2017.html.

²³ Oil Change International, The Sky's Limit: Why the Paris Climate Goals Require a Managed Decline of Fossil Fuel Production, 5 (September 2016). ²⁴ *Id*.

²⁵ *Id*. ²⁶ United Nations Framework Convention on Climate Change, Conference of the Parties, Nov. 30-Dec. 11, 2015, Adoption of the Paris Agreement Art. 2, U.N. Doc. FCCC/CP/2015/L.9 (December 12, 2015) ("Paris Agreement").

Treaty Collection, Chapter XXVII, 7.d Paris Agreement, List of Signatories; U.S.

Department of State, Background Briefing on the Paris Climate Agreement (December 12, 2015). See Paris Agreement, at Recitals.

threshold is no longer considered a safe guardrail for avoiding catastrophic climate impacts and runaway climate change.²⁹

The United States had signed the Paris Agreement prior to the agency actions at 87. issue here. As of the filing of this complaint, the United States remains a party to that agreement—notwithstanding President Trump's recent pronouncement of intent to withdraw the U.S. from the Agreement. Published scientific studies have estimated the United States' portion of the global carbon budget by allocating the remaining global budget across countries based on factors including equity and economics. Estimates of the U.S. carbon budget vary depending on the temperature target used by the study (1.5°C versus 2°C), the likelihood of meeting the temperature target (50% or 66% probability), the equity principles used to apportion the global budget among countries, and whether the least-cost mitigation pathway was assumed. The U.S. carbon budget for limiting temperature rise to well below 2°C has been estimated at 57 GtCO₂eq

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²⁹ See the comprehensive scientific review under the United Nations Framework Convention on Climate Change (UNFCCC) of the global impacts of 1.5°C versus 2°C warming: U.N. Subsidiary Body for Scientific and Technological Advice, Report on the Structured Expert Dialogue on the 2013-2015 review, FCCC/SB/2015/1NF.1 (May 4, 2015); Hansen, James et al., Assessing "dangerous climate change": Required reduction of carbon emissions to protect young people, future, generations and nature, 8 PLoS ONE e81648 (2013); IPCC [Intergovernmental Panel on Climate Change], Climate Change 2014: Synthesis Report. Contribution of Working Groups I, II and III to the Fifth Assessment Report of the Intergovernmental Panel on Climate Change, [Core Writing Team, R.K. Pachauri & L.A. Meyer (eds.)], IPCC Geneva, Switzerland (2014), available at http://wwww.incc.eh/ndf/assessment

IPCC, Geneva, Switzerland (2014), available at http://www.ipcc.ch/pdf/assessment-

report/ar5/syr/SYR AR5 FINAL full wcover.pdf at 72-73; Schleussner, Carl-Friedrich et al., Differential climate impacts for policy-relevant limits to global warming: the case of 1.5C and 2C, 7 Earth Systems Dynamics 327 (2016).

(which corresponds to carbon dioxide-specific emissions of ~38 GtCO₂),³⁰ while the estimated budget for limiting temperature rise to 2°C ranges from 34 GtCO₂ to 158 GtCO₂.³¹

- 88. Numerous states, including Colorado, have committed to reducing greenhouse gas emissions consistent with the Paris Agreement's greenhouse gas reduction targets. On July 11, 2017, Colorado Governor John Hickenlooper issued an executive order committing to a 26 percent reduction in the state's total greenhouse gas emissions by 2025, as compared to 2005 levels; a 25 percent reduction in carbon dioxide emissions from the state's electricity sector by 2025, as compared to 2012 levels; and a 35 percent reduction in carbon dioxide emissions from the electricity sector by 2030, as compared to 2012 levels.³²
- 89. Oil and gas leasing of public lands opens up new reserves for fossil fuel extraction and fracking, and runs contrary to internationally-agreed upon and state-led efforts to keep

Robiou du Pont, Yann et al., Equitable mitigation to achieve the Paris Agreement goals, 7 Nature Climate Change 38 (2017), Table 2 (estimating a US carbon budget of 57 GtCO₂eq (equal to \sim 38 GtCO₂) for a 50% chance of returning global average temperature rise to 1.5°C by 2100, based on IPCC equity principles for apportionment). Quantities measured in GtCO₂eq include the emissions from CO₂ as well as the other well-mixed greenhouse gases (CO₂,methane, nitrous oxide, hydrofluorocarbons, perfluorocarbons and SF₆) converted into CO₂-equivalent values, while quantities measured in GtCO₂ refer to emissions of just CO₂ itself. To convert between GtCO₂eq and GtCO₂, we used a conversion factor of 1 GtCO₂= 1.5 GtCO₂eq based on Table 1 in Meinshausen et al. 2009. See Meinshausen, Malte et al., Greenhouse gas emission targets for limiting global warming to 2 degrees Celsius, 458 Nature 1158 (2009).

Celsius, 438 Nature 1138 (2009).

31 See, e.g., Robiou du Pont, Yann et al., Equitable mitigation to achieve the Paris Agreement goals, 7

Nature Climate Change 38 (2017), Table 2 (estimating a US carbon budget of 104 GtCO₂eq, which corresponds to carbon dioxide-specific emissions of ~69 GtCO₂, for a 66 percent probability of keeping warming below 2°C); Peters, Glen P. et al., Measuring a fair and ambitious climate agreement using cumulative emissions, 10 Environmental Research Letters 105004, Table 1 (2015) (estimating a US carbon budget of 34 GtCO₂ based on an "equity" approach for allocating the global carbon budget, and 123 GtCO₂ under an "inertia" approach for a 66% probability of keeping warming below 2°C—the "inertia" approach bases carbon budget apportionment (or "sharing") on countries' current emissions, while the "equity" approach bases sharing on population size and provides for equal per-capita emissions across countries); Gignac, Renaud and H. Damon Matthews, Allocating a 2C cumulative carbon budget to countries, 10 Environmental Research Letters 075004 (2015), Figure 2 (estimating a US carbon budget of 78 to 97 GtCO₂ for a 66 percent probability of keeping warming below 2°C); Raupach 2014at Supplementary Figure 7 (estimating budget of 158 GtCO₂ for a 50% probability of limiting global warming to 2°C using a blended "inertia" and "equity" approach).

³² Executive Order D 2017-015, Supporting Colorado's Clean Energy Transition, § II(A) (July 11, 2017), available at https://www.colorado.gov/governor/sites/default/files/executive_orders/climate_eo.pdf.

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warming below the Paris Agreement targets and scientifically-advised limits. The significant expansion of rights to fossil fuel extraction from public lands necessarily influences the price and consumption of oil and gas versus renewable energy sources, and therefore directly influences net greenhouse gas emissions.

- 90. The two lease auctions together would result in estimated emissions of over 5.5 million tons of carbon dioxide equivalent, while oil and gas development throughout the Grand Junction and Colorado River Valley planning areas, and development of the Mancos Shale, would result in many more tens of millions of greenhouse gas emissions. In addition to the downstream emissions from combustion, leakage, venting, and flaring from foreseeable oil and gas development will increase emissions of methane, a vastly more potent greenhouse gas.
- 91. BLM ignored these concerns altogether and failed to take a hard look at the direct, indirect, and cumulative greenhouse emissions that will result from the lease auctions. BLM's Determinations of NEPA Adequacy for the lease auctions fail to consider or quantify any sitespecific direct, indirect, and cumulative greenhouse gas emissions from leasing and their resulting climate change effects. Likewise, the RMP-EISs, on which the Determinations of NEPA Adequacy are based, fail to sufficiently analyze these impacts.

D. The Colorado River Valley and Grand Junction RMPs

- 92. In 2015, BLM approved revised Resource Management Plans for the Colorado River Valley and Grand Junction Field Offices, pursuant to the Federal Land Policy and Management Act. 43 U.S.C. § 1701 et seq. Each plan identifies specific areas in the planning area that are open to oil and gas leasing, and each allows the development of thousands of oil and gas wells throughout the respective planning area, including horizontal well development.
- 93. The Grand Junction Field Office contains more than 1 million surface acres and 1.2 million acres of federal subsurface minerals administered by BLM, primarily in Mesa and Garfield counties.

- 94. The Colorado River Valley Field Office contains 567,000 surface acres and over 700,000 sub-surface acres administered by BLM, primarily in Garfield, Eagle, Mesa, Pitkin and Routt counties.
- 95. BLM prepared a Reasonably Foreseeable Development Scenario as part of the plan revision process for each planning area. For the Grand Junction planning area, BLM projected that over 2,100 BLM-authorized horizontal wells would be drilled to develop the Mancos shale play—over half of all new federal wells projected to be developed in the planning area through 2029. It further projected that over 1,400 horizontal wells would be drilled to develop private minerals within the planning area—almost half of all private wells expected to be developed over the planning period.
- 96. For the adjacent Colorado River Valley planning area (just east of the Grand Junction Field Office), BLM projected over 6,640 BLM-authorized wells could be drilled over the 20-year life of the revised plan, while over 9,000 additional wells could be drilled to develop private minerals. During the planning process for the Colorado River Valley RMP-EIS revision, BLM acknowledged consistently high production of natural gas from the Mancos shale play and the potential for future production from this play, but did not estimate the number of horizontal wells that could be developed in the Colorado River Valley planning area, on the grounds that the development intensity, timing and location of such development was "too speculative" for quantitative analysis in the planning process.
- 97. For each RMP, BLM prepared a draft and final EIS regarding that RMP's significant environmental effects, pursuant to NEPA.
- 98. Neither RMP-EIS performs any site-specific analysis of the environmental consequences developing any particular area of the Grand Junction or Colorado River Valley planning area for oil and gas development.
- 99. The Grand Junction RMP-EIS fails to analyze the foreseeable water demands of horizontal wells required for development of the Mancos shale play, while the Colorado River

Valley RMP-EIS vastly underestimates such water use. Neither RMP-EIS quantifies or even acknowledges the greater amounts of chemicals and wastewater involved, and the resulting greater risk of harm to the endangered fish from spills and leaks.

- 100. The RMP-EISs do not address the increased public health risks that could result from increased horizontal well development. They fail to consider the potential for increased hazardous pollutant emissions from larger rigs, more fracking chemicals transported to and stored at the well pad for fracking deeper and longer boreholes, more wells concentrated on a single well pad, and greater hazardous waste generation, such as drilling cuttings (i.e., earth removed from drilling) and produced water.
- 101. Each RMP-EIS fails to quantify the indirect and downstream greenhouse gas emissions that could result from oil and gas development authorized by the RMP, or the reasonably foreseeable cumulative emissions that result from BLM's management. Among other things, the greenhouse gas analysis for each planning area omits emissions from transportation of extracted product to market or to refineries, refining and other processing, and combustion of the extracted end-use product, failing to disclose the full scope of greenhouse gas emissions that could result from oil and gas development authorized in the planning area.
- 102. Notably, each RMP-EIS also failed to ensure the scientific integrity of analysis relating the greenhouse gas emissions, relying on outdated science to account for methane's global warming potential (GWP)—therefore significantly underestimating the short- and long-term magnitude of methane pollution. A particular greenhouse gas' ability to contribute to global warming is based on its longevity in the atmosphere and its heat trapping capacity. Each greenhouse gas is therefore assigned a GWP to convert that gas into a carbon dioxide equivalent (CO₂e). Each RMP-EIS altogether ignored the 20-year GWP for methane—thus failing to account for methane's greater near-term climate impacts—and instead relied solely on outdated 100-year GWP for methane. This failure prevented BLM from providing a full and fair discussion of impacts as required by NEPA.

103. Moreover, because the lease auctions were approved through Determinations of NEPA Adequacy—which provide no site-specific analysis—BLM failed to quantify or analyze *any* of the direct, indirect, or cumulative emissions that result from BLM's leasing authorizations.

- 104. The BLM has repeatedly acknowledged that climate change is a scientifically verified reality. Climate science is not a scientific frontier, and greenhouse gas and climate quantification and impact tools exist and are routinely utilized by both BLM, and other federal agencies both within and without the Department of the Interior.
- 105. Each RMP-EIS also fails to disclose or analyze the climate change impacts of increased greenhouse gas emissions resulting from new oil and gas development in the planning area, or the significance of these emissions.
- 106. The RMP-EISs fail to analyze whether opening these new sources of emissions is consistent with global, U.S., regional and State carbon budgets. The RMP-EISs fail to analyze or acknowledge existing global, U.S., regional, and State carbon budgets, and the extent to which increased oil and gas development throughout the planning areas would undermine or make impossible staying within those budgets.

E. Approvals of the December 2016 and December 2017 Lease Auctions

- 107. On February 8, 2016, BLM posted online a list of parcels "nominated" by persons interested in leasing federal minerals for oil and gas development, including parcels in the Grand Junction and Colorado River Valley Field Offices. The posting of this list commenced a 31-day public "scoping" process to determine the scope of issues to be addressed in a NEPA document analyzing the significant environmental effects of the December 8, 2016 lease auction.
- 108. Many of the lease parcels are located near areas where oil and gas operators are already conducting horizontal drilling operations or have proposed horizontal drilling. For example, lease parcels are located near the existing planning areas for the De Beque Exploratory Master Development Plan, the proposed De Beque Southwest Master Development Plan, and the

proposed Homer Deep Master Development Plan—all of which involve the drilling of multiple horizontal wells. In the Reasonably Foreseeable Development Scenario for the Grand Junction Field Office, BLM identified many of the lease areas as having "very high," "high," and "moderate" potential for conventional oil and gas development and/or Mancos shale gas development.

- 109. On March 10, 2016, Conservation Groups submitted scoping comments to BLM. Those comments raised the need for BLM to address unique issues related to fracking and horizontal drilling, including water depletion and water quality effects on local water resources and the endangered fish, and public health impacts—including site-specific and cumulative impacts—before leasing the proposed parcels. It also urged BLM to quantify the full lifecycle greenhouse gas emissions and impacts on climate change that would result from development of the lease parcels.
- 110. On May 12, 2016 BLM circulated for public comment a proposed Determination of NEPA Adequacy, finding that the 2015 revised Grand Junction RMP-EIS and 2015 Colorado River Valley RMP-EIS adequately addressed the effects of the proposed December 2016 lease sale, and that no further analysis of the proposed lease sale's environmental effects was necessary.
- 111. On June 13, 2016, Conservation Groups timely submitted comments on the proposed Determination of NEPA Adequacy, pointing out the RMP-EISs' failures to address the issues and new information identified in the Conservation Groups' scoping comments, and their failures to address the effects of horizontal drilling and fracking and climate change effects of oil and gas development allowed in the Grand Junction and Colorado River Valley planning areas. Conservation Groups urged BLM to prepare an EIS to analyze these effects.
- 112. On October 13, 2016 BLM issued a sale notice for the December 8, 2016 Grand Junction lease auction, triggering a 30-day protest period. Conservation Groups timely filed a formal protest of the lease auction, raising the same issues raised in previous comments.

- 113. On December 7, 2016, BLM denied all protests of the lease sale, finding that both the Grand Junction and Colorado River Valley RMP-EISs were adequate to support its leasing decision.
- 114. BLM's response to the protest constituted BLM's final decision and its Decision Record authorizing the lease auction.
- 115. All twenty-eight parcels in the Grand Junction and Colorado River Valley Field Offices totaling 18,333.78 acres were sold in the December 8, 2016 lease auction for over \$1.58 million dollars.
- 116. On May 10, 2017 BLM announced its proposed decision to lease parcels for oil and gas leasing and released a Determination of NEPA Adequacy for a 30-day comment period. Many of the parcels are in close proximity to areas that BLM leased in the December 2016 auction, such that oil and gas development on these parcels could affect the same resources and the same watersheds and sub-basins.
- 117. On June 9, 2017, Conservation Groups submitted comments on the Determination of NEPA Adequacy, raising the same concerns they had with the prior year's December auction, including BLM's failure to analyze site-specific and local watershed effects on endangered fish in the 15-Mile Reach; public health effects on the unincorporated town of Molina; and greenhouse gas emissions and climate change effects.
- 118. On September 8, 2017, BLM released a sale notice for the December 7, 2017 lease auction. Conservation Groups timely protested on October 10, 2017. BLM denied the protest on December 6, 2017, and held the lease auction on December 7, 2017. Twenty-three parcels totaling 22,073.110 acres were sold for over \$333,840.50. BLM's denial of the protest constituted its final decision and its Decision Record approving the December 7, 2017 lease auction.

119. Five of the offered parcels were not sold in the December 2017 lease auction. However, these parcels could still be sold and leased non-competitively (i.e., without an auction among competing bidders) up to two years from the lease sale date for \$1.50 per acre.

FIRST CLAIM FOR RELIEF

BLM'S VIOLATION OF NEPA AND THE APA— FAILURE TO TAKE A "HARD LOOK" AT ENVIRONMENTAL IMPACTS

- 120. Plaintiffs hereby reallege and incorporate by reference the allegations set forth in the preceding paragraphs.
- 121. Pursuant to NEPA, BLM must take a "hard look" at the consequences, environmental impacts, and adverse effects of its proposed actions. 42 U.S.C. § 4332(2)(C); 40 C.F.R. § 1508.9. The effects analysis must analyze not only the direct impacts of a proposed action, but also the indirect and cumulative impacts. 40 C.F.R. §§ 1508.7, 1508.8, 1508.9. Such analysis must include all reasonably foreseeable impacts of the proposed action.
- 122. Despite that horizontal drilling and fracking are reasonably foreseeable consequences of its leasing decisions, BLM failed to take a hard look at numerous effects of these activities, including the site-specific and aggregate effects of leasing the parcels auctioned in the lease auctions.
- 123. A Determination of NEPA Adequacy is not a NEPA document. *Pennaco Energy, Inc. v. United States DOI*, 377 F.3d 1147, 1162 (10th Cir. 2004). As such, BLM's Determinations of NEPA Adequacy, together with the RMP-EISs upon which they rely, fail to adequately disclose or consider the foreseeable environmental effects of leasing and resultant oil and gas development on particular resources affected by the individual lease parcels, including on natural resource values and communities proximate to foreseeable oil and gas development sites. BLM has also failed to adequately account for the fact that this development will take place in the context of and against the background of recent, ongoing, and foreseeable development, both federal and private, of oil and gas resources in the Piceance Basin and Mancos Shale. BLM

failed to analyze the significant cumulative impacts of the lease auctions on public health, climate change, and other resources, in connection with this ongoing and reasonably foreseeable development.

- 124. For example, BLM failed to quantify and analyze the lease auctions' greenhouse gas emissions and climate change effects, in connection with emissions from federal and state oil and gas development throughout the Grand Junction and Colorado River Valley planning areas, including the Mancos Shale. Further, BLM failed to analyze the cumulative significance of these emissions in light of existing oil and gas production activities, ongoing expansion of oil and gas development on existing leases in these planning areas and on surrounding state and private lands, and with other reasonably foreseeable BLM-managed emissions; rapidly diminishing global carbon budgets; and ample evidence that opening up new areas for oil and gas development runs contrary to preserving a reasonable chance of averting catastrophic climate change effects, and staying within global, U.S., regional, and State carbon budgets.
- 125. Each Determination of NEPA Adequacy lacks any rational explanation as to why BLM need not analyze these effects, including site-specific effects, in compliance with NEPA.
- 126. Further, each Determination of NEPA Adequacy improperly "tiers" to insufficient NEPA documents by relying on the Grand Junction and Colorado River Valley RMP-EISs to authorize the new leases. The RMP-EISs fail to analyze impacts associated with fracking and horizontal shale oil and gas development, including site-specific and cumulative effects described above.
- 127. In sum, BLM's failure to take the requisite "hard look" at the full impacts of its leasing decisions on wildlife, water, public health, and climate change is arbitrary and capricious, an abuse of discretion, and otherwise not in accordance with law, as required by NEPA, its implementing regulations, and the APA. 5 U.S.C. §§ 701-706, 706(2).

SECOND CLAIM FOR RELIEF

BLM'S VIOLATION OF NEPA AND THE APA— FAILURE TO PREPARE AN EIS OR AN EA

- 128. Plaintiffs hereby reallege and incorporate by reference the allegations set forth in the preceding paragraphs.
- 129. NEPA requires the preparation of an EIS for all "major federal actions significantly affecting the quality of the human environment." 42 U.S.C. § 4332(2)(C); 40 C.F.R. § 1501.4.
- 130. BLM's decisions to offer parcels for oil and gas leasing in the December 8, 2016 and December 7, 2017 lease auctions are both major federal actions significantly affecting the quality of the human environment.
- 131. When BLM is not clear on whether or not an action may result in significant impacts, the agency may prepare an Environmental Assessment ("EA") to determine whether an EIS is required. 40 C.F.R. §§ 1501.3, 1508.9. An EA must include a discussion of alternatives and the environmental impacts of the action. 40 C.F.R. § 1508.9.
- 132. The factors used to determine the significance of the action, and thus whether an EIS is required, include consideration of both context and intensity. 40 C.F.R. § 1508.27(a), (b). Context refers to the scope of the proposed action and the interests affected. *Id.* at § 1508.27(a). Intensity "refers to the severity of the impact" and is determined by evaluating several factors, including whether the action will affect "public health or safety", whether the action affects "ecologically critical areas," whether effects are "highly controversial," whether effects are "highly uncertain or involve unique or unknown risks", and whether the action may cause "cumulatively significant impacts." *Id.* at § 1508.27(b)(2), (3), (4), (5), (7). The presence of any or all of these factors in the actions challenged here renders BLM's decision to not prepare an EIS arbitrary, capricious, and inconsistent with the law.

Adequacy, refused to prepare either an EIS or an EA, and, thus, altogether failed to evaluate the context and intensity of the environmental impacts resulting from its decision to issue the lease parcels challenged herein, pursuant to NEPA. BLM also failed to provide convincing statements of reasons justifying its decision to forgo an EIS analyzing the impacts of the lease parcels challenged herein, as required by NEPA. BLM's conclusion that preparation of an EIS was not required prior to approving this action was arbitrary, capricious, and inconsistent with the law.

134. Because BLM failed to provide a convincing statement of reasons on the record justifying its decision to forego preparation of an EIS, BLM's actions are arbitrary, capricious, and abuse of discretion, in excess of statutory authority and limitations, short of statutory right, and not in accordance with the law and procedures required by law. 5 U.S.C. §§ 706(2)(A), (C), (D).

THIRD CLAIM FOR RELIEF

BLM'S VIOLATION OF NEPA AND THE APA—FAILURE TO CONSIDER A REASONABLE RANGE OF ALTERNATIVES

- 135. Plaintiffs hereby reallege and incorporate by reference the allegations set forth in the preceding paragraphs.
- 136. NEPA requires federal agencies to consider the likely environmental impacts of the preferred course of action as well as reasonable alternatives. 42 U.S.C. § 4331(b) (congressional declaration of national environmental policy). NEPA further requires federal agencies to "study, develop, and describe appropriate alternatives to recommended courses of action in any proposal which involves unresolved conflicts concerning alternative uses of available resources." *Id.* § 4332(2)(E).
- 137. BLM must "rigorously explore and objectively evaluate all reasonable alternatives" to the proposed action in comparative form, so as to provide a "clear basis for

choice among the options" open to the agency. 40 C.F.R. § 1502.14. This alternatives analysis is the "heart" of the agency's NEPA analysis. *Id*.

- 138. BLM's issuance and preparation of the Determinations of NEPA Adequacy for the December 2016 and December 2017 lease auctions failed to consider any alternatives other than the sale of all parcels. The Determinations of NEPA Adequacy relied solely on alternatives analyzed and adopted in the Grand Junction and Colorado River Valley RMP-EISs, which failed to consider the specific context of the lease parcels in questions, and which also unlawfully considered an inadequate range of alternatives that prioritized oil and gas leasing and development above other multiple use values.
- 139. BLM's failure to consider a reasonable range of alternatives in the Determinations of NEPA Adequacy for the December 2016 and December 2017 lease auctions was arbitrary, capricious, and an abuse of discretion, contrary to NEPA, 42 U.S.C. § 4332(2)(C)(iii), (E) and its implementing regulations, 40 C.F.R. § 1502.14(a).

REQUEST FOR RELIEF

WHEREFORE, Conservation Groups respectfully request relief against BLM as follows:

- A. For declarations that:
- (1) BLM's adoption of the Determinations of NEPA Adequacy and Decision Records for the December 8, 2016 and December 7, 2017 lease auctions violated NEPA, its implementing regulations, and the APA;
- (2) BLM's failure to prepare an EIS for its actions approving the December 8, 2016 and December 7, 2017 lease auctions violated NEPA, its implementing regulations, and the APA:
- B. For an order, including a preliminary and permanent injunction invalidating and setting aside BLM's Determinations of NEPA Adequacy and Decision Records for the December 8, 2016 and December 7, 2017 lease auctions, and voiding any leases or approvals issued in reliance on the foregoing documents or decisions;

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- C. For an injunction restraining BLM and each of its agents, employees, officers, and representatives from implementing BLM's December 8, 2016 and December 6, 2017 Decision Records, or from authorizing oil and gas development of lease parcels pursuant to these decisions, pending BLM's completion of an EIS analyzing the effects of oil and gas leasing allowed under each decision, in full compliance with NEPA and all other applicable legal requirements;
- D. For an injunction restraining any person or entity from constructing new wells or other projects authorized under BLM approvals that rely on or tier to the Determinations of NEPA Adequacy for the lease auctions, pending BLM's completion of an EIS analyzing the effects of oil and gas leasing allowed under the December 7, 2016 and December 6, 2017 Decision Records, in full compliance with NEPA and all other applicable legal requirements.
- E. For Plaintiffs' costs of suit and attorneys' fees pursuant to all applicable legal authority including, but not limited to the Equal Access to Justice Act, 28 U.S.C. § 2412, and any and all other provisions of law or equity; and
 - F. For such other and further relief as this Court may deem just and proper.

DATED: April 26, 2018 Respectfully submitted,

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/s/ Diana Dascalu-Joffe

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