United States Court of Appeals For the Fifth Circuit

No. 21-60743

STATE OF TEXAS; GREG ABBOTT, GOVERNOR OF THE STATE OF TEXAS; TEXAS COMMISSION ON ENVIRONMENTAL QUALITY; FASKEN LAND AND MINERALS, LIMITED; and PERMIAN BASIN LAND AND ROYALTY OWNERS,

Petitioners,

v.

NUCLEAR REGULATORY COMMISSION; UNITED STATES OF AMERICA,

Respondents.

UNOPPOSED MOTION FOR LEAVE TO FILE STANDING DECLARATIONS BY PETITIONERS FASKEN LAND AND MINERALS, LTD. and PERMIAN BASIN LAND AND ROYALTY OWNERS

ALLAN KANNER Attorney ANNEMIEKE M. TENNIS Attorney Kanner & Whiteley, L.L.C. 701 Camp Street New Orleans, LA. 70130 <u>a.kanner@kanner-law.com</u> <u>a.tennis@kanner-law.com</u> (504) 524-5777

CERTIFICATE OF INTERESTED PERSONS

Case No. 21-60743

STATE OF TEXAS; GREG ABBOTT, GOVERNOR OF THE STATE OF TEXAS; TEXAS COMMISSION ON ENVIRONMENTAL QUALITY; FASKEN LAND AND MINERALS, LIMITED; and PERMIAN BASIN LAND AND ROYALTY OWNERS, *Petitioners,*

v.

NUCLEAR REGULATORY COMMISSION; UNITED STATES OF AMERICA, *Respondents.*

The undersigned counsel of record certifies that the following listed persons and entities as described in the fourth sentence of Fifth Circuit Rule 28.2.1 have an interest in the outcome of this case. These representations are made in order that the judges of this court may evaluate possible disqualification or recusal.

1. Petitioners

- a. State of Texas
- b. Greg Abbott, Governor of the State of Texas
- c. Texas Commission on Environmental Quality
- d. Fasken Land and Minerals, Ltd.

Petitioner Fasken Land and Minerals, Ltd. is a non-governmental corporate party with no parent corporations. Fasken Land and Minerals, Ltd. is a limited partnership organization existing under the laws of Texas. Fasken Land and

i

Minerals, Ltd. is a for-profit organization engaged in oil and gas extraction and production activities. Fasken Land and Minerals, Ltd. is a founding member of the Permian Basin Coalition of Land and Royalty Owners and Operators.

e. Permian Basin Land and Royalty Owners

Petitioner Permian Basin Land and Royalty Owners is a non-governmental corporate party with no parent corporations. Permian Basin Land and Royalty Owners is a registered 501(c)(4) non-profit, organized and existing under the laws of the State of Texas and based in Midland, Texas. Permian Basin Land and Royalty Owners is a public welfare organization dedicated to protecting the interests of the Permian Basin and informing the public about threats and risks of spent nuclear fuel in regions ill-suited to the activity.

- 2. Counsel for Petitioners
 - a. Michael Abrams, Office of Attorney General, State of Texas
 - b. Ryan Baasch, Office of Attorney General, State of Texas
 - c. Henry Carl Myers, Office of Attorney General, State of Texas
 - d. Allan Kanner, Kanner & Whiteley, L.L.C.
 - e. Annemieke M. Tennis, Kanner & Whiteley, L.L.C.
 - f. Monica Renee Perales
- 3. Respondents
 - a. United States Nuclear Regulatory Commission

ii

- b. United States of America
- 4. Counsel for Respondents
 - a. Andrew P. Averbach, U.S. Nuclear Regulatory Commission
 - b. Todd Kim, U.S. Department of Justice
 - c. Jennifer Scheller Neumann, U.S. Department of Justice
 - d. Justin Heminger, U.S. Department of Justice
- 5. Respondent-Intervenor
 - a. Interim Storage Partners, LLC
 - b. Orano CIS, LLC
 - c. Orano USA, LLC
 - d. Orano SA, owned by government of France, Mitsubishi, and Japan Nuclear Fuel
 - e. Waste Control Specialists, LLC
 - f. Fermi Holdings, Inc.
 - g. J.F. Lehman & Co.
- 6. Counsel for Respondent-Intervenor
 - a. Brad Fagg, Morgan, Lewis & Bockius LLP

Respectfully submitted,

<u>/s/ Allan Kanner</u> Allan Kanner

Motion for Leave to File Standing Declarations

In accordance with Federal Rule of Appellate Procedure 27, Petitioners Fasken Land and Minerals, Ltd. and Permian Basin Land and Royalty Owners (collectively referred to herein as the "Fasken Petitioners") file this unopposed motion seeking leave to file standing declarations in support of their Reply Brief supporting their Petition for Review, filed concurrently herewith.

1. On May 16, 2022, the Fasken Petitioners timely submitted their Reply Brief in this matter, which included an addendum containing three declarations supporting the Fasken Petitioners' standing.

2. These declarations were submitted in response to the Federal Respondents' argument that the Fasken Petitioners did not establish standing, and, thus, the Court lacks jurisdiction over the Petition for Review.

3. The Fasken Petitioners addressed the Federal Respondents' arguments in their Reply Brief, including arguing that standing was self-evident and not contested. In addition, the Fasken Petitioners included an Addendum to their Reply Brief containing three declarations supporting their standing.

4. Upon receipt of notice that their Addendum was improper, the Fasken Petitioners removed the Addendum, refiled their Reply Brief, and now file this Unopposed Motion for Leave to File Standing Declarations concurrently therewith,

seeking leave to file the three standing declarations in support of their Reply Brief and Petition for Review.

5. Good cause exists to grant this motion, as the Fasken Petitioners believed their standing was self-evident and not contested for several reasons.

6. First, the Fasken Petitioners have repeatedly been found to have standing in the underlying adjudicatory proceeding because they own property within 18 miles of the ISP site that is the subject of this action and necessarily travel to and spend time in the area. *In re Interim Storage Partners LLC*, LBP-19-07, 90 NRC 31, 2019 WL 10353148, at *1, 14-15, 58 (NRC Aug. 23, 2019) (relying on declarations of Tommy Taylor and D.K. Boyd); *In re Interim Storage Partners LLC*, CLI-20-14, 2020 WL 7490093, at *1 (NRC Dec. 17, 2020).

7. In addition, although the Federal Respondents filed a motion to dismiss in this matter raising jurisdictional issues (arguing that this Court lacks jurisdiction to hear a direct challenge by a party that unsuccessfully sought intervention in the NRC's adjudicatory proceeding), they did not assert an argument against jurisdiction due to lack of standing. The Fasken Petitioners noted this in opposition to the motion to dismiss. MTD Opp. at 7, n.5 ("Respondents only challenged Fasken's status as a 'party' and not whether Fasken was aggrieved. The Fifth Circuit incorporates a standing analysis to determine whether a petitioner is

'aggrieved.'... There is no dispute that Fasken is aggrieved and has standing."). The Federal Respondents did not refute this statement in their reply brief.

8. As stated in the Fasken Petitioners' Reply Brief, it is unclear whether the Federal Respondents' actually contest the Fasken Petitioners' ability to demonstrate standing, in light of the evidence presented in the adjudicatory proceeding and the fact that the Fasken Petitioners assert a procedural injury resulting from the NRC's failure to comply with NEPA's procedural requirements in its EIS process, or if their argument is merely that the Fasken Petitioners' opening brief did not include evidence of standing.

9. The standing declarations submitted by the Fasken Petitioners in the adjudicatory proceeding, and which sufficiently satisfied standing requirements therein, were not included in the Revised Certified Index of the Record filed in this Court.

10. Accordingly, the Fasken Petitioners seek to file the declarations of Tommy Taylor, Fasken representative and member of the Permian Basin Land and Royalty Owners; D.K. Boyd, member of the Permian Basin Land and Royalty Owners; and Grant Huckabay, Fasken employee, attached hereto as Exhibits A, B, and C, respectively, to support the Fasken Petitioners' standing.

These standing declarations do not raise a new theory of standing.
Rather, they supplement the information contained in the record and provided in

the adjudicatory proceeding, demonstrating the Fasken Petitioners' standing. *National Council for Adoption v. Blinken*, 4 F.4th 106, 111 (D.C. Cir. 2021) (distinguishing supplemental declarations shoring up initial statements from declarations "raising an entirely new theory of standing").

12. As discussed by the D.C. Circuit, good cause exists to allow the Fasken Petitioners to submit these declarations evidencing standing with their Reply Brief:

Nothing in *Sierra Club* suggests that it is intended to create a 'gotcha' trap whereby parties who reasonably think their standing is self-evident nonetheless may have their cases summarily dismissed if they fail to document fully their standing at the earliest possible stage in the litigation . . . In *Communities Against Runway Expansion*, we ruled that, even though petitioners had failed to include submissions adequate to demonstrate standing with their opening brief, *Sierra Club* did not preclude the court from considering declarations submitted along with petitioners' reply brief, after an intervenor had challenged petitioners' standing.

American Library Ass'n v. FCC, 401 F.3d 489, 493-94 (D.C. Cir. 2005); National

Council for Adoption, 4 F.4th at 111 ("[W]hen the parties reasonably, but mistakenly, believed that they sufficiently demonstrated standing or when they reasonably assumed that their standing was self-evident, good cause may exist to excuse delayed declarations or affidavits.") (internal quotations omitted).

For the foregoing reasons, the Fasken Petitioners respectfully request leave to file the attached standing declarations in support of their Reply Brief and Petition for Review. Dated: May 17, 2022

Respectfully submitted by:

KANNER & WHITELEY, LLC

<u>/s/ Allan Kanner</u> Allan Kanner, Esq. Annemieke M. Tennis, Esq. 701 Camp Street New Orleans, Louisiana 70130 (504) 524 - 5777 <u>a.kanner@kanner-law.com</u> <u>a.tennis@kanner-law.com</u> Counsel for Petitioners Fasken Land and Minerals, Ltd. and Permian Basin Land and Royalty Owners

CERTIFICATE OF CONFERENCE

On May 17, 2022, the parties conferred regarding this motion. The State Petitioners do not oppose the motion. The Federal Respondents do not oppose the motion but, as stated in their brief, believe it is incumbent on petitioners to establish standing in their principal briefs. ISP's position is the same as that of the Federal Respondents.

Dated: May 17, 2022

/s/Allan Kanner

Allan Kanner Counsel for Fasken Land and Minerals, Ltd. and Permian Basin Land and Royalty Owners

CERTIFICATE OF SERVICE

I certify that on this 17th day of May 2022, I electronically filed the foregoing Unopposed Motion for Leave to File Standing Declarations By Petitioners Fasken Land and Minerals, Ltd. and Permian Basin Land and Royalty Owners upon counsel for the parties in this action by filing the document electronically through the CM/ECF system. This method of service is calculated to serve counsel at the following e-mail addresses:

Andrew P. Averbach Andrew.averbach@nrc.gov

Michael Abrams Michael.Abrams@oag.texas.gov, hollis.duncan@oag.texas.gov, katrina.shanks@oag.texas.gov, ryan.baasch@oag.texas.gov

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/s/ Allan Kanner

Allan Kanner Counsel for Petitioners Fasken Land and Minerals, Ltd. and Permian Basin Land and Royalty Owners

CERTIFICATE OF COMPLIANCE WITH TYPE-VOLUME LIMIT

I certify that this document complies with the type-volume limit of Fed. R.

App. P. 27(d)(2)(A) because it contains 942 words, excluding the exempted text.

I certify that this document complies with the typeface requirements of Fed.

R. App. P. 32(a)(5) because it has been prepared in 14-point Time New Roman, a proportionally spaced font.

Dated: May 17, 2022

/s/Allan Kanner

Allan Kanner Counsel for Fasken Land and Minerals, Ltd. and Permian Basin Land and Royalty Owners

Exhibit A

UNITED STATES COURT OF APPEALS FOR THE FIFTH CIRCUIT

STATE OF TEXAS; GREG ABBOTT, GOVERNOR OF THE STATE OF TEXAS; and TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Petitioners,

v.

UNITED STATES NUCLEAR REGULATORY COMMISSION and UNITED STATES OF AMERICA,

Respondents.

Case No. 21-60743

DECLARATION OF TOMMY TAYLOR

1. My name is Tommy E. Taylor and my business address is 6101 Holiday Hill Road, Midland, Texas 79707. I reside at 4100 Timberglen Circle, Midland, Texas 79707. My position with Fasken Management, LLC (Fasken) is Senior Vice President and Director of Oil and Gas Development. I am authorized by Fasken to execute this declaration on its behalf and on behalf of the Permian Basin Coalition of Land and Royalty Owners and Oil & Gas Operators (PBLRO) of which Fasken is a member and of which I am an officer. 2. This declaration is in support of the Petition for Review of Fasken and PBLRO in the above-captioned docket.

3. Fasken Land and Minerals, of which Fasken Management, LLC is its General Partner, is engaged in ranching as well as oil and gas extraction and production activities in the Permian Basin and in the vicinity of the Interim Storage Partners, LLC (ISP) consolidated interim storage facility (CISF) in Andrews County, Texas and the proposed Holtec International (Holtec) CISF in Eddy County and Lea County, New Mexico. Fasken owns property and currently operates active oil and gas properties within eighteen miles of the ISP CISF site in Andrews County, Texas.

4. PBLRO is an association with long-term economic, social and environmental interests in the Permian Basin that formed in response to ISP's and Holtec's CISF applications to construct and operate CISFs.

5. PBLRO presently has substantial land and mineral interests, and active leases throughout Andrews County, Texas, with a founding PBLRO member owning land used for oil and gas operations, cattle operations, and living quarters within four miles of the ISP CISF site.

6. I am personally familiar with other members of PBLRO of which there are 65 individual members, with multiple ranchers engaged in agricultural activities and owning land in the area for over a century and at least three members being publicly traded corporations (two integrated and one large independent oil and gas operator),

as well as numerous private companies involved in the extraction and production of oil and gas in the Permian Basin and in close proximity to the proposed transport of spent nuclear fuel and storage of spent nuclear fuel at ISP and Holtec CISFs.

7. I am personally familiar with the agricultural use of the land within the vicinity of the ISP CISF site and of the members of the PBLRO that live, work and travel along proposed transportation routes, graze their animals within four miles of the ISP CISF and draw water from wells that are fed by shallow groundwater from formations that are present beneath the ISP CISF.

8. Both my employment duties and personal reasons require me to travel to and spend time in the area of the ISP CISF. I generally use State Highway 176 when I am in the area for travel purposes. At its closest point, State Highway 176 is approximately 1 mile from the ISP CISF site. Additionally, I am personally aware of other Fasken employees who regularly travel for employment and personal reasons to the area and use State Highway 176 as well.

9. As the Director of Oil and Gas Development for Fasken, I am personally familiar with ongoing oil and gas activities in the vicinity of the ISP CISF and throughout the Permian Basin. Fasken has owned the land and minerals within the vicinity of the ISP CISF for over a century and drilled its first well in the Permian Basin approximately 70 years ago.

10. I also have personal knowledge of the activities of other oil and gas entities that are members of the PBLRO, one of which began drilling in the Permian Basin approximately 80 years ago and has extensive interests within close proximity to the ISP CISF. Neither Fasken nor any member of PBLRO has relinquished control of their interests for the ISP CISF.

11. There are approximately 4,579 wellbores within a 10-mile radius of the proposed CISF of which 1,066 were drilled and plugged prior to 1967 thus posing a potential risk of contamination. There are thousands of active oil and gas wells within a 50-mile radius of the proposed rail and road routes that will transport radioactive materials to the ISP CISF.

12. It is well-established and acknowledged that the Permian Basin is home to one of the most productive oil and gas hubs in the world. The Basin contains billions of barrels of hydrocarbons and millions of acre-feet of groundwater. It is the largest and most important hydrocarbon producing basin in the United. States. It produces 50% of domestic hydrocarbons and 5% of global oil (EIA, 2020). These hydrocarbon and groundwater resources ensure domestic energy needs and global security.

13. According to the Permian Basin Petroleum Association, the Permian Basin, which includes Andrews County, produced approximately 5 million barrels of oil per day in 2019 and anticipates an increase to as much as 8 million barrels per day by 2023. The region produced 6,668 million cubic feet (MMcf) of natural gas per

day in 2017; 9,076 MMcf per day in 2018; 11,874 MMcf per day in 2019; 12,934 MMcf per day in 2020; and 12,658 MMcf per day through July in 2021.¹

14. According to the Texas Railroad Commission, the Permian Basin accounts for approximately one-third of the nation's oil production.

15. I understand that a radiation release from the ISP CISF or during transportation of spent nuclear fuel through or near the Permian Basin or during any intermodal transferring functions may contaminate the areas in which Fasken and other members of the PBLRO have oil and gas property interests and/or extraction and production facilities. Such a release of radiation would cause contamination that would interfere or preclude the continued production of oil and gas in the Permian Basin. A radiological contamination event has the potential to interrupt or foreclose further oil and gas extraction/production activities and thereby diminish or eliminate the economic value of the oil and gas assets of Fasken and other members of PBLRO.

16. Likewise, I understand a radiation release from the ISP CISF or during transportation of spent nuclear fuel through or near the Permian Basin may contaminate the areas in which Fasken and other members of PBLRO have land interests and agricultural or cattle operations. A radiological contamination event

¹ Source: Texas Railroad Commission Production Data Query System (PDQ), *Texas Permian Basin Average Daily Natural Gas Production 2008 Through July 2021, available at:* https://www.rrc.texas.gov/media/t3plr20l/gasproduction.pdf.

also has the potential to interrupt agricultural and ranching operations and thereby diminish or eliminate the economic value of real property interests and related assets of Fasken and other members of PBLRO.

17. I am also concerned about the reduction in property values for property owned by Fasken and PBLRO members as the result of the ISP CISF's construction and operation in the vicinity.

18. I am concerned that radiological contamination also has potential human health effects that may cause death, radiation related ailments and/or genetic defects. This potential, in addition to the adverse impacts on human mortality and morbidity rates, also has substantial economic costs associated with medical care and treatment of radiation related conditions that affect Fasken and other members of PBLRO.

19. I understand that even the most minimal transportation incident, such as a derailment or collision involving spent nuclear fuel, would amount to a dangerous materials emergency that has the potential to interrupt or foreclose further oil and gas extraction/production activities within the area of the incident, as well as adversely affecting the recipients of oil commodities which are regularly transported by rail. A transportation incident involving either of the two rail lines, identified as the proposed transportation routes for shipments of spent nuclear fuel in the ISP final Environmental Impact Statement (EIS), the Union Pacific Railroad or the Texas-New Mexico Railroad, would likely diminish or has the potential to eliminate the

economic value of oil and gas assets belonging to Fasken and other members of PBLRO.

20. Even the most minimal transportation incident involving spent nuclear fuel has the potential to interrupt or foreclose agricultural and ranching activities in the Permian Basin, thereby diminishing or eliminating the economic value of the real property interests and assets of Fasken and other members of PBLRO.

21. Both Fasken and PBLRO regularly utilize rail transportation to support their industries and extensive and ongoing operations. Those named in the ISP EIS, Union Pacific Railroad and the Texas-Mexico Railroad, both serve the oil, gas, agricultural and ranching industries in the region of the ISP CISF.

22. According to Union Pacific, two of its four key operating segments are the agricultural and energy industries. Union Pacific reported revenue from energy freight in 2019 as \$3.8 billion. It reports that railroads are the most efficient and cost-effective means of transportation of crude, frac sand, and petroleum by-products and transported 1.4 million carloads of energy freight shipments in 2019. In fiscal year 2019, agricultural commodities accounted for 18% of Union Pacific's shipments and energy freight accounted for 22%.

23. The Texas-New Mexico Railroad extends from a Union Pacific connection at Monahans, Texas. It is one of two lines owned by Watco that primarily serve the Permian Basin. Watco reports oilfield commodities as its primary shipments on the Texas-New Mexico Railroad and agricultural commodities as primary on its Lubbock and Western Railways shipments.

24. With regard to energy freight, Fasken relies upon the rail lines of the Permian Basin primarily for transporting sand, acid, casing and tubing, cement, gel, and various liquid and dry chemical components that are used for blending associated products that are all necessary to drill and complete an oil well and bring it to production.

25. PBLRO members utilize the Permian Basin rail lines primarily for materials similar to that of Fasken but also for water, additional frac chemicals, and acid.

26. According to the ISP EIS, the ISP CISF would utilize the same rail lines which the oil and gas industry of the Permian Basin heavily relies upon.

27. Any hazardous materials emergency upon the rails that interferes with energy freight poses a loss of millions of dollars per day affecting multiple operators in the Permian Basin, including Fasken and other members of PBLRO. Likewise, any deterioration of the existing rail lines as a result of transport of oversized railcars transporting spent nuclear fuel, dedicated single-use shipments of spent nuclear fuel or other infrastructure improvements necessary to accommodate shipments of spent nuclear fuel multiple of spent nuclear fuel delays for industries throughout the Permian Basin.

28. As an example, a typical Fasken horizontal multi-well drilling project cannot be completed until the staging of materials is achieved. Rail delays amount to potential lost production totals of approximately 5,800 barrels of oil per day and 3,500 million cubic feet of gas daily, per multi-well horizontal drilling pad. This equates to a loss of \$350,000 daily and \$10.6 million monthly in lost production from a single multi-well pad. A delay on the rails that results in standby costs on a frac job amount to \$115,000 per day, per well and drilling rig operation standby costs amount to \$50,000 per day, per drilling rig.

29. Additionally, leases are susceptible to termination under Texas' rules on nonproducing wells. In the event such a loss occurs, an operator, such as Fasken or one of the members of PBLRO, stands to lose a capital investment of \$10 to \$14 million per well. Possible remedies, including lease extensions, are onerous and expensive. As a representative of the industry, one must look to the risks posed by sharing the same rail lines that have primarily and historically been transporting oil commodities with spent nuclear fuel and high-level radioactive waste over the course of at least the next forty years (and likely longer).

30. The single-track railway proposed in the ISP EIS for the transport of spent nuclear fuel traverses through rural, remote areas. Although the rail lines in the Permian Basin are a major means of transportation, they are situated in desert-like areas served mostly by volunteer fire departments or areas lacking emergency responder resources. In consulting crane operators regarding the ISP EIS, there are real logistical problems in situating a crane capable of resetting a spent nuclear fuel transport cask and rail car in some of the more remote areas of the Permian Basin. Also, a single hazardous materials emergency would not only have a detrimental effect upon the oil and agricultural industries of the Permian Basin but would also overwhelm our first responders and healthcare facilities which are not equipped to cope with the challenges of a release, exposure or disaster nor are the small, rural communities adjacent to the rail track equipped to respond to an incident on any scale.

31. Not including derailments, the Permian Basin region has experienced a highly significant increase in rail related crashes in recent years. In fact, the Midland-Odessa Transportation Alliance (MOTRAN) reports that from 2016-2018, there were 158 rail related crashes in the Texas Department of Transportation Odessa District with just over half of those accidents occurring in Midland and Ector Counties. This is the very area through which the spent nuclear fuel would be transported via rail. MOTRAN reports that during that same period, other Permian Basin counties also experienced drastic increases: Ector County saw a 55% increase, Reeves saw a 266% increase, and Ward County saw a 700% increase in rail related crashes.

32. I am personally familiar with oil and gas activity in the vicinity of the ISP CISF and of the approximately 120 individual persons required to facilitate the completion of each individual oil and gas well in the vicinity of the ISP CISF. The potential harm to those individuals in the oil and gas industry, the potential harm to the ranchers and livestock, the potential impacts upon agriculture and, especially, upon human mortality and morbidity rates, and the economic costs associated with medical care and treatment of radiation related conditions would also adversely impact Fasken and other members of PBLRO, as well as their employees and families.

33. As a resident of Texas and given Fasken's work throughout the Permian Basin and familiarity with those in governance of the States of Texas and New Mexico, I have firsthand knowledge of the overwhelming opposition of the majority of the communities and elected representatives throughout Texas, as well as New Mexico, and of their shared health, safety, economic and environmental concerns in response to the egregious siting of the ISP and Holtec CISFs within the Permian Basin at locations that clearly do not qualify nor do they consent to hosting either of the CISFs.

Under penalty of perjury, the above is true and correct to the best of my knowledge and understanding.

Tommy a. Jarfor Tommy E. Taylor _____

Tommy E. Taylor Senior Vice President and Director of Oil and Gas Development, Fasken Management, LLC

May 13, 2022 Date

Exhibit B

UNITED STATES COURT OF APPEALS FOR THE FIFTH CIRCUIT

Case No. 21-60743

STATE OF TEXAS; GREG ABBOTT, GOVERNOR OF THE STATE OF TEXAS; and TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Petitioners,

v.

UNITED STATES NUCLEAR REGULATORY COMMISSION and UNITED STATES OF AMERICA,

Respondents.

DECLARATION OF D.K. BOYD

1. My name is D.K. Boyd and I reside at 4200 Tanforan Avenue, Midland, Texas, 79707.

2. I am a member of the Permian Basin Land and Royalty Owners (PBLRO). The PBLRO is an association comprised of businesses, organizations and individuals that formed in response and opposition to the proposed consolidated interim storage facilities (CISFs) to be located in Andrews County, Texas, and Lea County New Mexico. PBLRO members have substantial long-term economic, social and environmental interests in the Permian Basin in the vicinity of the CISFs. Fasken Land and Minerals (Fasken) also has substantial land and mineral interests in the Permian Basin in the vicinity of the CISFs and is a member of PBLRO.

3. I am authorized to execute this declaration on behalf of the PBLRO to express collective concerns about the economic, social and environmental risks posed by the construction, operation, transportation to and storage of high-risk and high-level radioactive waste and spent nuclear fuel at the CISFs located within the Permian Basin.

4. PBLRO has 65 individual members and at least three publicly traded corporations, as well as numerous private companies with substantial oil and gas operations and leases and agricultural and ranching activities throughout the Permian Basin in southeast New Mexico and Texas.

5. PBLRO members have been drilling and extracting oil in the region for over 80 years and presently have lands, mineral interests, and active leases throughout Andrews County.

6. PBLRO members regularly utilize rail transportation and local highways to support their industries and frequently visit the region for work-related and personal reasons, including routine checks and maintenance on oil and gas production equipment monitoring operations.

7. I own and ranch the Frying Pan Ranch, most of which I own by deed and some of which I lease from New Mexico. The Frying Pan Ranch is located on 137,599 acres in southeastern New Mexico and western Texas. The closest part of the Frying Pan Ranch to ISP's CISF is only four miles away. I have attached a map identifying the location of this part of the Frying Pan Ranch in relation to the ISP CISF. *See* Attachment A.

8. I have mineral interests and working interests in oil and gas operations on the Frying Pan Ranch. I also lease some of the Frying Pan Ranch to companies conducting oil and gas operations.

9. My brother and his employees frequently and regularly spend time within 15 miles of the ISP CISF because my brother runs cattle and agricultural operations on the Frying Pan Ranch. One of my brother's employees lives on Frying Pan Ranch in New Mexico in Township 23S, Range 38E, Section 8 located within 7.5 miles of the CISF.

10. I also frequently and regularly spend time on the local roads near the ISP CISF and proposed transportation routes for the ISP CISF. For instance, about once a week, I drive on State Highway 18 south of Eunice, New Mexico. State Highway 18 is the regional road I have to travel for business, between different parts of my ranch, and between my residences. When I am on this Highway, I have noticed rail cars traveling next to me on the Texas and New Mexico Railway because this railroad parallels Highway 18 within a couple hundred feet for almost 40 miles. It is my understanding that ISP plans to transport spent nuclear fuel to the

ISP CISF on this railroad. I further understand that this railroad currently provides the only route of rail access to the ISP CISF.

11. The Texas and New Mexico Railway also runs through approximately 5.5 miles of the Frying Pan Ranch. My family and I frequently and regularly cross this railroad via car or horse to conduct our cattle and agricultural operations.

12. I am concerned about the radiation risks posed by the construction and operation of the ISP CISF to my property, my health and safety, the health and safety of my family and employees, and my environment, by living and working next to a facility housing such an enormous inventory of radioactive material, and by transportation of spent nuclear fuel to the ISP CISF.

13. I am also concerned that an accident involving spent nuclear fuel at the ISP CISF will harm the health and safety of my family and property due to radiological exposure. I am also concerned that such an accident will harm the value of my mineral and working interests in gas and oil production or make them functionally inaccessible due to radiological exposure.

14. I am equally concerned about the impact the ISP CISF will have on the value of the Frying Pan Ranch and its operations. It is my understanding that property values near a nuclear facility can be reduced as early as when it receives its license to operate due to real and/or perceived risks of exposure to radiation



releases from the nearby facility. It is also my understanding that property values will continue to decrease as the ISP CISF is constructed and operating.

15. I am also concerned that the licensing, construction, and operation of the ISP CISF, in addition to the proposed Holtec CISF, will profoundly impact the economic prosperity of the counties where I live and own land. It is my understanding that the Permian Basin in New Mexico and Texas is the largest oil and gas producer in the United States and the second largest in the world. I am concerned that construction and operation of CISFs on top of the Permian Basin will impact the ability to continue drilling so successfully here and therefore have a negative effect on the economy. This could harm local businesses and the value of my property. I am also concerned that construction and operation of oil and gas in the United States.

16. I am also concerned that I will not be able to avoid small doses of unwanted radiation from frequently and regularly driving next to rail cars carrying shipments of spent nuclear fuel, which will harm my health and safety.

17. I am also concerned with the impacts to my interest and right to travel near my home and business operations posed by ISP's proposed transportation of spent nuclear fuel on the Texas and New Mexico Railway. In order to assure myself and my family, as well as my employees, travel on the safest roads to avoid unwanted



doses of radiation or potential accidents involving transportation of spent nuclear fuel, we would have to avoid the regional highways and roads that are our primary routes to access business and everyday necessities.

18. Finally, I am concerned that the environmental impacts and safety risks of the ISP CISF have not been adequately reviewed or evaluated, are unfairly discounted and not appropriately considered with respect to oil and gas and agricultural operations located in the Permian Basin near both CISFs.

19. The issuance of the ISP CISF license disregards and ignores the longstanding history, existing and future land uses within the Permian Basin and the overwhelming opposition of PBLRO among many other local communities in the region.

20. I previously authorized Fasken and PBLRO to protect my interests and express concerns in opposition to the ISP CISF and have authorized petitioners' counsel to appeal decisions relating to the ISP CISF to this Court.

21. It is my understanding that the NRC had found Fasken and PBLRO established standing to express their concerns in prior proceedings because of members' properties and operations in the Permian Basin being in close proximity to the CISFs and because its members' and members' employees regularly and frequently drive to and visit areas in close proximity to CISFs for maintenance, monitoring and operational functions as part of their routine business.

Under penalty of perjury, the above is true and correct to the best of my knowledge and understanding as executed on the date of this Declaration.

D.K. Boyd

-13-2022

Date

ATTACHMENT A

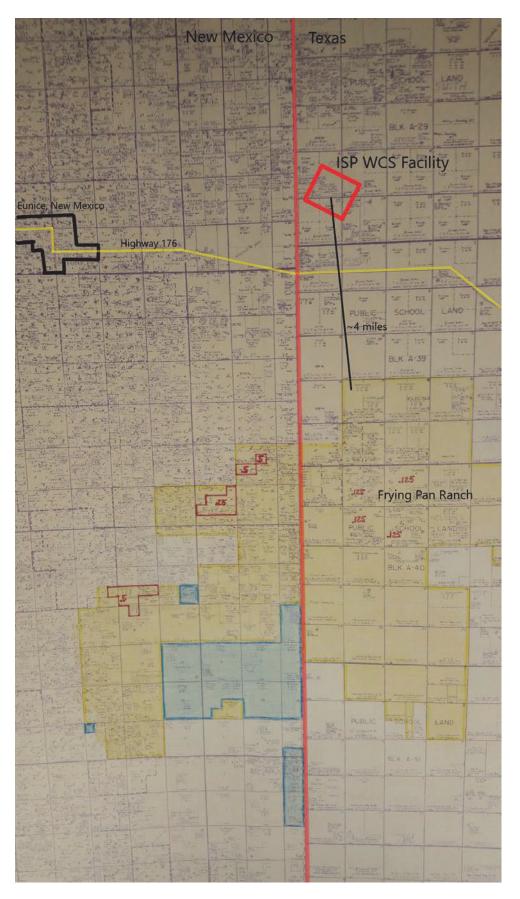


Exhibit C

UNITED STATES COURT OF APPEALS FOR THE FIFTH CIRCUIT

STATE OF TEXAS; GREG ABBOTT, GOVERNOR OF THE STATE OF TEXAS; and TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Petitioners,

v.

UNITED STATES NUCLEAR REGULATORY COMMISSION and UNITED STATES OF AMERICA,

Respondents.

Case No. 21-60743

DECLARATION OF GRANT HUCKABAY

1. My name is Grant Huckabay and I have a degree in natural resource management, legal studies, and urban development. Since May 3, 2021, I have been employed by Fasken Oil and Ranch, Ltd. (Fasken), located at 6101 Holiday Hill Road, Midland, Texas 79707, as Health, Safety & Environmental Coordinator. I am duly authorized to execute this affidavit on behalf of Fasken.

2. I have personal knowledge of the information as stated herein.

3. Fasken presently has lands and mineral interests within eighteen miles of the Interim Storage Partners, LLC (ISP) consolidated interim storage facility (CISF) located in Andrews County, Texas. Fasken is a member of the Permian Basin Land and Royalty Owners (PBLRO). PBLRO presently has lands and mineral interests throughout Andrews County, Texas, with the nearest member holding land and minerals within four miles of the proposed ISP CISF.

4. In my capacity as Fasken's Health, Safety & Environmental Coordinator, my duties include primary management of all environmental policies, procedures, and programs for air, soil, and water concerns. My specific duties include coordination and oversight of all spill incidents, air permitting and air compliance, management of radiation issues, all regulatory interaction and notification, as well as management and oversight of environmental vendors. I have knowledge of, interpret, and prepare comments on and ensure compliance with all new and current federal, state, and local regulations under the U.S. Environmental Protection Act (EPA), the U.S. Bureau of Land Management (BLM), the Texas Railroad Commission (RRC), the Texas Commission on Environmental Quality (TCEQ), the New Mexico Environment Department (NMED), and the State of New Mexico Oil Conservation Division (NMOCD), among others. Additionally, I monitor legislation, regulations and ensure compliance with any protected, threatened and endangered species and habitat program requirements. I also ensure compliance with all Occupational Safety and Health Administration (OSHA) regulations

5. As part of my responsibilities at Fasken, I frequently travel in the vicinity of the ISP CISF along regional transportation infrastructure. I am generally familiar with the natural resources of the area, including the air, geology, and soils throughout the Permian Basin Region and have personal knowledge of the geology and soils encompassing Fasken's land and mineral interests in the vicinity of the ISP CISF.

6. The ISP CISF site is situated in the approximate geographic center of the Permian Basin Region. The Permian Basin produces the largest volume of oil and gas in North America and recently surpassed Saudi Arabia in petroleum production. The Permian Basin region encompasses a relatively large region in Texas and southeastern New Mexico and has a population of more than half-a-million people.

7. The ISP CISF represents a threat to Fasken's personnel, private property, real property, mineral and water interests, oil and gas leases, and agricultural interests. It also represents a threat to numerous communities throughout Texas and New Mexico.

8. The Permian Basin Region is comprised of fifty-five counties in west Texas, and south-eastern New Mexico. The counties in the Permian Basin considered to be most imminently threatened by the ISP CISF site include some of the most prolific oil producing counties, including Andrews, Crane, Dawson, Ector, Gaines, Glasscock, Howard, Loving, Martin, Midland, Reeves, Upton, Ward, and Winkler Counties in Texas and Eddy and Lea Counties in New Mexico. These imminently threatened counties have a population of nearly 500,000 and a collective area of over 20,000 square miles in the Permian Basin. A radiological event within any of these counties could be devastating to the nation's oil and gas industry and would decimate the economies of Texas and New Mexico. By way of comparison, the 1,835 square mile Chernobyl Exclusion Zone would compromise 13.2% of the highest oil producing region in the Americas, the Permian Basin.

9. Any pressurized release, dry cask rupture, explosion, or fire involving spent nuclear fuel will release radioactive particles and fragments into the air. This is a direct threat to both PBLRO member's and Fasken's personnel, private property, real property, oil and gas reserves and leases, as well as agricultural interests.

10. Currently, the closest Fasken oil and gas wells are approximately 18 milesdue east of the ISP CISF (Fasken Monterrey University and Lowe University leases).Dozens of other Fasken oil and gas wells are present in all directions from the site.

11. Fasken's private property, the C-Ranch, begins 38 miles nearly due east (northwestern property line) of the site and continues south to the Midland city limits. This broad expanse of land has a high probability of receiving airborne radioactive contaminants from the ISP CISF as a result of typical wind patterns in the area.

12. Public data from the National Weather Service and the Texas Commission on Environmental Quality (TCEQ) indicates that regional winds around the ISP CISF blow to the southeast approximately 25% of the time on an annual basis. On average, the Permian Basin Region has higher winds than much of the rest of Texas

and the United States. According to the ISP application seeking a CISF license, the average windspeed is 11.0 miles per hour. It fails to account for the frequency of high-wind gusts in the area of the proposed CISF. In comparison Houston, Texas winds vary from 8.3 mph to 6.7 mph, depending on the season. Any release of radioactive material might arrive in the Midland-Odessa metropolitan area (with a population of more than 260,000) in a matter of hours with no warning. The most dominant direction of wind is from south to north, placing the town of Hobbs, New Mexico (population 38,000), which is less than 20 miles away from the proposed ISP CISF, in direct danger in the event of a release. Also, imminently threatened is the town of Eunice, New Mexico (population 2,900), which is approximately 5 miles from the proposed site.

13. The broader perspective is that the Permian Basin Region's winds are highly variable and change direction frequently throughout a given day. With the ISP CISF site's geographically central location in the Permian Basin, any release carried by winds in any direction risks contaminating large areas of the most productive oil and gas region in North America. Depending on wind direction and speed, hundreds of thousands of people could be affected, including personnel of Fasken and other members of PBLRO.

14. And any radiological incident in the Permian Basin poses a serious threat to regional industries and economies. A Department of Energy Report found that an

accident involving only one dry cask where only a small amount of waste was released in a rural setting would contaminate a 42-square mile area with clean-up costs exceeding \$620 million dollars. A similar release in an urban setting might cost \$9.5 billion per square mile.

15. The ISP CISF is also a direct threat to regional groundwater usage. Several aquifers or geologic formations containing groundwater exist in Andrews County, including the Ogallala aquifer with potable water, shown to be present and at a great thickness beneath the ISP site itself.

16. Water usage from wells near the ISP site are from the Ogalla / Antler / Gatuna aquifers and are crucial for domestic stock, irrigation, and commercial purposes, including the operations of Fasken and other members of PBLRO.

17. Any threat of radiological contamination of these important water resources poses a threat to regional land uses, a threat to the assets and property value of Fasken and PBLRO members a threat to ongoing regional industry operations generally, as well as threats to the environment and health and safety of nearby residents and those working or traveling through the area. Knowing that any radiological contamination would be virtually impossible to recover and would continue to emit radiation for decades until the half-lives are expended, those threats and adverse health, safety and environmental impacts could last for decades.

18. Without proper groundwater monitoring, the ISP CISF poses unacceptable and imminent threats to the environment, the health and safety of water supplies to nearby communities and extensive industry operations.

19. In addition to the presence of groundwater in the subsurface directly below and in the vicinity of the ISP CISF site, the location is also situated over Permian aged halite formations (rock salt) and other easily dissolved evaporite mineral formations leading to the potential for substantial ground movement issues, sinkhole formation and subsurface instability. For example, there is historical evidence of extensive sinkhole formation in the Permian Basin Region, including the very well known "Wink Sinks" outside of Wink, Texas, a large area of subsidence beneath the city in Carlsbad, New Mexico, and sinkholes and karst features north and east of Carlsbad, New Mexico. There are also numerous documented ground movement issues in Pecos, Crane, Monahans, Imperial, and Kermit, Texas where shipments of spent nuclear fuel will travel on over-sized railcars to the ISP CISF and share rail lines with the transport of oil and gas industry materials.

20. The WCS/ISP facility is located within 26,000 square miles of the Salado Salt Formation that is replete with surface salt lakes and salt formation outcrops that critically contain magnesium chloride salts (MgCI2) that are the most reactive salt species for the induction and propagation of Chloride induced stress corrosion cracking (CI-SCC). The proposed CISF location is increasingly experiencing the

"haboob" sandstorm phenomena that translocate tons of surface sediments for tens of miles. The historical paths of haboobs have included sweeping storms across the Salado surface salt flats in eastern New Mexico and West Texas.

21. Additionally, persistent fog and mist conditions are prevalent during the fall and winter in this region of the country. When combined, a single "salt deposition" event from a haboob, along with a sufficient amount of fog/mist event, could easily create the conditions that would initiate CI-SCC.

22. CI-SCC poses a critical and imminent threat to the integrity of canisters and increases the potential for radiological contamination and radiation in the region. In the NRC draft report, "Identification and Prioritization of the Technical Information Needs Affecting Potential Regulation of Extended Storage and Transportation of Spent Nuclear Fuel," the federal government recognizes the potential risk for monitoring dry casks and the "pitting and crevice corrosion" of the stainless steel canisters, which affect the safety functions of confinement, criticality, retrievability (of fuel from the dry storage canister), shielding (of radiation from people and the environment), and thermal (degradation of the fuel, potentially leading to fuel fires).

23. I personally travel in the region of the ISP CISF as part of my responsibilities at Fasken. The area around the ISP CISF site is still under active exploration and active production. Within a 10-mile radius of the site, there have been a total of 4,947

well bores drilled in Texas and New Mexico. Presently 3,656 of these well bores are still in production. 905 wells are shown as a dry hole. Of the total of nearly five thousand wells within ten miles of the facility, only 386 have been recorded as permanently plugged and abandoned. Regardless of the current volume of oil produced within the vicinity of the proposed ISP site, there are hundreds of active oil and gas wells, tank batteries, gas plants, and other petroleum production facilities within reasonable vicinity of the site, each requiring frequent and regular visits from personnel for maintenance and monitoring. Some facilities, such as gas plants, are staffed 24-hours a day, seven days a week. I have concerns for personnel of Fasken and personnel of other members of PBLRO, who by the very nature of their profession will be in close proximity to the ISP CISF and be exposed to doses of radiation.

24. State Highway 176 serves as a main motor vehicle access to the ISP site. It is also a major artery for the travel of both private citizens and oil and gas industry traffic, including Fasken and PBLRO personnel in the region. I personally utilize State Highway 176 routinely for projects relating to my responsibilities at Fasken, which include monitoring the several dozen wells that Fasken operates in the area, and for personal reasons. At present, State Highway 176 between Andrews and Eunice is completing a widening project to accommodate the large volume of heavy oil industry traffic that utilizes this regional highway and Fasken is contributing land

to accommodate an overpass at the intersection of State Highways 176 and 1788 in Andrews County, Texas.

25. I have personal knowledge of the use of regional rail lines and can attest that the rail transport of oil commodities is the most prevalent in this region with the second highest use of regional rail lines being agricultural commodities. It is a risk to share these same regional rail lines with nuclear waste destined for the ISP CISF, as any delay or disruption in rail transport caused by said waste would devastate the oil and agricultural industry. I have personal knowledge of studies that show that even one 24-hour period of interruption of rail transport would cost millions of dollars in losses to the oil and agricultural industries.

26. I also have concerns about the ISP CISF's adverse impacts and threats to the surrounding environment. The ISP CISF site is entirely within the known range of the Dune Sage Brush Lizard and a portion of the site lies within the known range of the Lesser Prairie Chicken. I have personal knowledge of the extensive conservation efforts in both Texas and New Mexico by the oil and gas and ranching industries, including Fasken and other members of the PBLRO, with respect to the Dune Sage Brush Lizard and the Lesser Prairie Chicken. Specifically, participation in conservation programs has prevented both species from being currently listed as endangered. Fasken is an active participant in conservation programs for these and other species that will be threatened by the ISP CISF. The Lesser Prairie Chicken in

particular is highly sensitive to surface disturbances such as construction activities, fences, power lines, and permanent structures that will be placed in and around the ISP CISF site. The failure of the NRC to participate in conservation programs and engage the United States Fish and Wildlife Service on this matter is an offense to state and federal regulations.

27. Any release of radioactive material or any amount of radiation or contamination to the environment will become a direct threat to the survivability of both species, as well as the Texas Horned Lizard, which is protected under Texas law and is the State reptile.

28. The ISP CISF also poses an imminent threat to surrounding playas, which according to Texas Parks and Wildlife, serve as the most important wetland habitat for waterfowl. Playas are a direct connection to groundwater and nexus for contamination from the surface to groundwater beneath the ISP CISF site, which could decimate known and historic migrating bird populations. The ISP CISF lacks proper identification of playas and recharge to aquifers and without proper conservation practices in place, will further harm important butterflies and pollinators vital to regional ecosystems.

I declare under penalty of perjury that the foregoing affidavit and the matters stated herein are true and correct to the best of my knowledge, information, and belief.

Grant Huckabay Health, Safety & Environmental Coordinator Fasken Oil and Ranch, Ltd.

<u>5-13-22</u> Date