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SUPREME COURT OF THE STATE OF NEW YORK COUNTY OF WESTCHESTER

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ROBERT P. ASTORINO, individually, and in his capacity as WESTCHESTER COUNTY EXECUTIVE,

Petitioner/Plaintiff,

VERIFIED <u>PETITION/COMPLAINT</u>

Index No.

-against-

GOVERNOR ANDREW M. CUOMO in his official capacity, THE STATE OF NEW YORK, OFFICE OF THE ATTORNEY GENERAL OF THE STATE OF NEW YORK. LISA M. BURIANEK in her official capacity, NEW YORK STATE DEPARTMENT **ENVIRONMENTAL** OF CONSERVATION, BASIL SEGGOS in his official capacity, NEW YORK STATE DEPARTMENT OF HEALTH, HOWARD A. ZUCKER in his official capacity, NEW YORK STATE DEPARTMENT OF STATE, ROSSANA ROSADA in her official capacity, NEW YORK STATE DEPARTMENT OF PUBLIC SERVICE, GREGG C. SAYRE in his official capacity, RIVERKEEPER, INC., ENTERGY NUCLEAR INDIAN POINT 2, LLC, ENTERGY NUCLEAR INDIAN POINT 3, LLC, and ENTERGY NUCLEAR OPERATIONS, INC.,

Respondents/Defendants.

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Petitioner/Plaintiff, Robert P. Astorino, individually, and in his capacity as Westchester County Executive, by his attorneys, Collier, Halpern, Newberg & Nolletti, LLP, alleges as and for his Verified Petition/Complaint as follows:

INTRODUCTION AND BACKGROUND

1. Petitioner/Plaintiff brings this action pursuant to Article 78 and § 3001 of the New York Civil Practice Law and Rules ("CPLR") and the New York State Environmental Quality Review Act ("SEQRA") to annul two permits issued by Respondent/Defendant New York Department of Environmental Conservation ("DEC") on April 24, 2017. The challenged permits are a State Pollutant Discharge Elimination System ("SPDES") permit and a Water Quality Certification ("WQC") (collectively referred to herein as the "permits"). A copy of the permits are annexed hereto and marked as Exhibits 1 and 2, respectively.

2. DEC issued both permits pursuant to a January 9, 2017 agreement (the "Agreement") between Respondents/Defendants. The Agreement mandates that the operator of the Indian Point nuclear power plant, Entergy Nuclear Operations, Inc. ("Entergy"), will decommission Indian Point by 2021, and the permits -- which are styled "final" -- only allow for Indian Point's operation through then. A copy of the Agreement is annexed hereto and marked as Exhibit 3.

3. On April 24, 2017, the same day it issued the final permits, DEC issued findings pursuant to SEQRA ("SEQRA Findings") and simultaneously published a Supplemental Final Environmental Impact Statement ("SFEIS"). A copy of the SEQRA Findings and SFEIS are annexed hereto and marked as Exhibits 4 and 5, respectively.

4. Notwithstanding the fact that it issued the permits in the context of Indian Point's <u>closing</u>, pursuant to the Agreement, the DEC's SEQRA analysis and SFEIS disingenuously focus on the impact of Indian Point's <u>continued operation</u>. These documents fail to address the numerous environmental, economic, and social impacts of decommissioning, in four years, a nuclear power plant that provides one-quarter of the electricity to Westchester County and New York City.

5. Respondents/Defendants failed to take the requisite "hard look" at the potential impacts of closing, and thus violated well-established requirements of SEQRA -- a law that the DEC ironically responsible for promulgating.

6. In light of Respondents/Defendants' failure to perform a duty enjoined upon them by law, and the arbitrary and capricious manner in which the permits were issued, Petitioner/Plaintiff requests:

 (i) a judgment pursuant to Article 78 of the CPLR annulling and declaring the SPDES permit and WQC, and any enforcement of such permits, void; and directing Respondents/Defendants to submit any future plan to close Indian Point to a full SEQRA review; and

(ii) a declaratory judgment against Respondents/Defendants: (a) declaring that the closure of Indian Point and issuance of the permits was subject to SEQRA, requiring a significant impact determination, classification as a Type I or Unlisted Action, the preparation of an EIS and a period for public notice and comment and a public hearing; (b) declaring that Respondents/Defendants issued the permits in violation of the applicable provisions of SEQRA and its implementing regulations; (c) annulling and declaring void the permits and any enforcement of same; and (d) directing Respondents/Defendants to submit any future plan to close Indian Point for a full SEQRA review.

THE PARTIES

PETITIONER/PLAINTIFF

7. Petitioner/Plaintiff Robert P. Astorino is the duly elected Westchester County Executive, with an actual place for the transaction of business located at 148 Martine Avenue, White Plains, New York 10601. Mr. Astorino is a resident of and owns real property in the Town of Mount Pleasant, County of Westchester. As a property owner, Mr. Astorino is an electricity consumer, ratepayer and taxpayer. Mr. Astorino's residence is approximately 14 miles from the Indian Point facility. Mr. Astorino's residence is located within the ingestion pathway emergency planning zone of a nuclear incident at Indian Point.

8. Mr. Astorino, as County Executive, is charged with, <u>inter alia</u>, the duty to: (a) "see that the county...departments faithfully perform their duties;" and (b) "see that the laws of the state, pertaining to the affairs and government of the county...are executed and enforced within the county." LAWS OF WESTCHESTER COUNTY § 110.11(5) and (6). Mr. Astorino, in his capacity as County Executive, testified on the proposed decommissioning of Indian Point before the New York State Senate Committee on Investigations and Government Operations on March 2, 2017. As of the filing of this Verified Petition/Complaint, Respondents/Defendants have not addressed the concerns raised in Mr. Astorino's testimony which are a matter of vital public interest. A copy of Mr. Astorino's testimony is annexed hereto and marked as Exhibit 6.

9. The County of Westchester owns two parks located within close proximity to the Indian Point facility, namely the 1,500-acre Blue Mountain Reservation and the 200-acre George's Island Park located on the Hudson River. The Westchester County Department of Parks, Recreation and Conservation has the duty to operate and maintain these parks. The parks are located within approximately two miles of the Indian Point facility and within the evacuation planning zone of a nuclear incident at Indian Point. Mr. Astorino has visited both parks and navigated the Hudson River in his individual and official capacities. Petitioner/Plaintiff has sustained an injury-in-fact which is within the zone of interests protected by SEQRA; is different from that suffered by the public at large; and owns property that is located in close proximity to the site of the challenged action.

RESPONDENTS/DEFENDANTS

10. Respondent/Defendant Andrew M. Cuomo is the Governor of the State of New York and signed the Agreement on behalf of the State of New York. The State Constitution requires that the Governor ensure that the laws of the state are "faithfully executed." Governor Cuomo's office for the transaction of business is located at the New York State Capitol Building, Albany, New York 12224. Governor Cuomo is sued herein in his official capacity.

11. Respondent/Defendant the State of New York is a party to the Agreement and has an office for the transaction of business located at the New York State Capitol Building, Albany, New York 12224.

12. Respondent/Defendant the Office of the Attorney General of the State of New York ("OAG"), pursuant to Executive Law § 60, is the head of the New York State Department of Law and represents "the legal rights of the citizens of New York, its organizations and its natural resources." The OAG is a party to the Agreement and has an office for the transaction of business located at the New York State Capitol Building, Albany, New York 12224.

13. Respondent/Defendant Lisa M. Burianek is an Assistant Attorney General for the State of New York and signed the Agreement on behalf of OAG. Assistant Attorney General Burianek's principal office for the transaction of business is located at the New York State Capitol Building, Albany, New York 12224. Assistant Attorney General Burianek is sued herein in her official capacity.

14. Respondent/Defendant the DEC is a department of the State of New York "designed to protect and enhance the environment," and whose mission is to "fulfill the functions and regulations established by Title 6 of New York Codes, Rules and Regulations (6 NYCRR)."

The DEC is a party to the Agreement and has an office for the transaction of business located at 625 Broadway, Albany, New York 12233.

15. Respondent/Defendant Basil Seggos is the DEC Commissioner and signed the Agreement on behalf of DEC. Commissioner Seggos's office for the transaction of business is located at 625 Broadway, Albany, New York 12233. Commissioner Seggos is sued herein in his official capacity.

16. Respondent/Defendant the New York State Department of Health ("DOH") is a department of the State of New York whose mission is to "protect, improve and promote the health, productivity and well being of all New Yorkers." The DOH is a party to the Agreement and has an office for the transaction of business located at the Corning Tower, Empire State Plaza, Albany, New York 12237.

17. Respondent/Defendant Howard A. Zucker is the DOH Commissioner and signed the Agreement on behalf of DOH. Commissioner Zucker's office for the transaction of business is located at the Corning Tower, Empire State Plaza, Albany, New York 12237. Commissioner Zucker is sued herein in his official capacity.

18. Respondent/Defendant the New York State Department of State ("DOS") is the oldest department of the State of New York and whose mission is to "protect[] the interest of New York State consumers." The DOS is a party to the Agreement and has an office for the transaction of business located at One Commerce Plaza, 99 Washington Ave, Albany, New York 12231-0001.

19. Respondent/Defendant Rossana Rosada is the New York Secretary of State and signed the Agreement on behalf of DOS. Secretary Rosada's office for the transaction of

business is located at One Commerce Plaza, 99 Washington Ave, Albany, New York 12231-0001. Secretary Rosada is sued herein in her official capacity.

20. Respondent/Defendant the New York State Department of Public Service ("DPS") is a department of the State of New York whose mission is "to ensure access to safe, reliable utility service at just and reasonable rates." The DPS is a party to the Agreement and has an office for the transaction of business located at Empire State Plaza, Agency Building 3, Albany, New York 12223-1350.

21. Respondent/Defendant Gregg C. Sayre is the Interim Chief Executive Officer of DPS. Interim CEO Sayre's office for the transaction of business is located at Empire State Plaza, Agency Building 3, Albany, New York 12223-1350.

22. Respondent/Defendant Riverkeeper, Inc. ("Riverkeeper") is a 501(c)(3) domestic not-for-profit corporation organized and existing pursuant to the laws of the State of New York with its principal place for the transaction of business located at 20 Secor Road, Ossining, New York.

23. Respondent/Defendant Entergy Nuclear Indian Point 2, LLC ("ENIP2") is a foreign limited liability company organized and existing pursuant to the laws of the State of Delaware with its principal place for the transaction of business located at Indian Point Energy Center, 450 Broadway, GSB, Buchanan, New York 10511-0249. ENIP2 owns Indian Point Unit 2, as well as the now-inoperative Unit 1.

24. Respondent/Defendant Entergy Nuclear Indian Point 3, LLC ("ENIP3") is a foreign limited liability company organized and existing pursuant to the laws of the State of Delaware with its principal place for the transaction of business located at Indian Point Energy

Center, 450 Broadway, GSB, Buchanan, New York 10511-0249. ENIP3 owns Indian Point Unit 3.

25. Respondent/Defendant Entergy Nuclear Operations, Inc. ("ENOI") is a foreign limited liability company organized and existing pursuant to the laws of the State of Delaware with its principal place for the transaction of business located at Indian Point Energy Center, 450 Broadway, GSB, Buchanan, NY 10511-0249. ENOI operates both Indian Point Units 2 and 3 under licenses issued by the Nuclear Regulatory Commission ("NRC"). ENOI has held these licenses since 2000, when they were transferred to Entergy from Consolidated Edison and the New York State Power Authority, respectively. The current operating licenses for Indian Point Units 2 and 3 were set to expire at midnight on September 28, 2013, and December 12, 2015, respectively, and the reactors are allowed to continue to operate under the existing licenses until the NRC makes a final determination on their license renewal application.

26. Respondents/Defendants are separately and/or collectively bodies and/or officers under Article 78 of the CPLR.

JURISDICTION AND VENUE

27. The Westchester County Supreme Court has jurisdiction over this hybrid action/proceeding pursuant to CPLR §§ 7804(b), 506(b) and 503.

28. Venue is proper in Westchester County pursuant to CPLR § 506(b) because Westchester is the county in which Respondents/Defendants "refused to perform the duty specifically enjoined upon [them] by law," as well as the county "where the material events . . . took place."

STATUTORY AND REGULATORY FRAMEWORK

SEQRA OVERVIEW AND PURPOSE

29. SEQRA, as codified in Article 8 of the New York State Environmental Conservation Law ("NYECL") §§ 8-0101 <u>et seq</u>. and 6 NYCRR Part 617, prohibits state agencies from undertaking actions without a determination as to whether the proposed action is likely to have a significant adverse impact on the environment, "taking into account social and economic factors" (NYECL § 8-0113). SEQRA specifies, at NYECL § 8-0103(7), that it was enacted to ensure that "the protections and enhancement of the environment, human, and community resources shall be given appropriate weight with social and economic considerations in public policy." SEQRA's requirements under 6 NYCRR § 617.3(a) are mandatory and require strict compliance with the provisions of the statute. An agency involved in an action may not undertake, fund or approve the action until it has complied with the provisions of SEQRA.

30. Agency actions are broadly defined by SEQRA to include, pursuant to NYECL § 8-0105(4), "activities supported in whole or in part through contracts" and, pursuant to 6 NYCRR § 617.2(b)(1), "activities that may affect the environment by changing the use, appearance or condition of any natural resource or structure."

31. While SEQRA acknowledges that "[a]ctions commonly consist of a set of activities or steps" (6 NYCRR § 617.3(g)), it nevertheless requires that "[t]he entire set of activities or steps must be considered the action," and states unequivocally that "[c]onsidering only a part or segment of an action is contrary to the intent of SEQRA." An example of improper segmentation is excluding certain activities from the definition of a project for purposes of minimizing its environmentally harmful consequence, thus making it appear more "palatable" to the community.

PUBLIC NOTICE AND COMMENT REQUIREMENTS

32. SEQRA's stated purpose under 6 NYCRR § 617.1(c) and NYECL § 8-0109(2) is

"to incorporate the consideration of environmental factors into the existing planning, review and decision-making processes of state, regional and local government agencies at the earliest possible time." The determination of whether an action has a significant environmental impact must be made before the agency acts. SEQRA requires that environmental impact statements ("EIS") "be accessible to members of . . . the public prior to action on the proposal in question."

33. Agencies, pursuant to 6 NYCRR § 617.9(a)(3), must file their initial draft EIS ("DEIS") and publish notice, for purposes of eliciting public comment. Agencies must then, pursuant to 6 NYCRR § 617.9(a)(5) and (6), file and publish notice of the final EIS ("FEIS") -- taking into account any such comments -- within 60 days of filing of the draft EIS.

34. A supplemental EIS may be required by 6 NYCRR § 617.9(a)(7)(i) in the event of: "(a) changes proposed for the project; (b) newly discovered information; or (c) a change in circumstances related to the project." A supplemental EIS, pursuant to 6 NYCRR § 617.9(a)(7)(iii), is "subject to the full procedures of this Part [617]."

35. Once an EIS is finalized, pursuant to 6 NYCRR § 617.11(a), the agency "shall afford . . . the public a reasonable time period (not less than 10 calendar days) in which to consider the FEIS before issuing its written findings statement." Only after this period has elapsed may the agency issue its final decision on the proposed action, which must certify, pursuant to 6 NYCRR § 617.11(d)(5), that "consistent with social, economic, and other essential considerations from among the reasonable alternatives available," the action "avoids or minimizes adverse environmental impacts to the maximum extent practicable. . . ."

SIGNIFICANT IMPACT DETERMINATION

36. Pursuant to 6 NYCRR §§ 617.1(c), "SEQRA requires that all agencies determine whether the actions they directly undertake, fund or approve may have a significant impact on the environment." If an agency determines that a proposed action may in fact have a significant adverse impact, it must then "prepare or request an environmental impact statement" (6 NYCRR § 617.1(c)). Pursuant to 6 NYCRR § 617.7(a)(2), an EIS is required, unless an agency "determine[s] either that there will be no adverse environmental impacts or that the identified adverse environmental impacts will not be significant." In other words, once the determination is made that a proposed action may have a significant adverse impact on the environment, an EIS is required.

37. 6 NYCRR § 617.7(c)(1) sets forth a non-exhaustive list of criteria to be considered in determining whether a proposed action "may have a significant adverse impact on the environment." These criteria include:

(i) a substantial adverse change in existing air quality; * * *

(vi) a major change in the use of either the quantity or type of energy;

(vii) the creation of a hazard to human health;

(viii) a substantial change in the use, or intensity of use, of

land . . . or in its capacity to support existing uses; * * *

(x) the creation of a material demand for other actions that would result in one of the above consequences.

Pursuant to 6 NYCRR § 617.7(c)(2), an agency "must consider reasonably related long-term, short-term, direct, indirect and cumulative impacts" as part of this analysis, and pursuant to 6 NYCRR § 617.7(g)(2), "any long-range plan of which the action under consideration us a part."

REQUIRED EIS CONTENT

38. The mandated content, as set forth in 6 NYCRR § 617.7(g)(2), for an EIS includes, <u>inter alia</u>, analysis of "reasonably related short-term and long-term impacts, cumulative impacts and other associated environmental impacts," and "impacts of the proposed action on the use and conservation of energy."

39. Pursuant to 6 NYCRR § 617.9(b)(5)(iii)(e), for actions involving an electric generating facility, the EIS must include "a demonstration that the facility will satisfy electric generating capacity needs or other electric systems needs in a manner reasonably consistent with the most recent state energy plan."

40. Pursuant to 6 NYCRR § 617.9(b)(6), actions involving "reasonably foreseeable catastrophic impacts to the environment," such as the "siting of a hazardous waste treatment facility," the EIS must "assess the likelihood of occurrence, even if the probability of occurrence is low, and the consequences of the potential impact, using theoretical approaches or research methods generally accepted in the scientific community."

FACTS

INDIAN POINT AND WESTCHESTER COUNTY

41. The Indian Point facility consists of two operating nuclear powered steam generating stations located on the Hudson River in Buchanan, an incorporated village in the Town of Cortlandt. Cortlandt lies wholly within Westchester County, in the lower Hudson River Valley region of New York State.

42. Indian Point has a generating capacity of approximately 2000 MW of electricity per day or approximately 25% of the combined demand of Westchester and New York City and 10% of the demand of New York State. Over the last decade, Indian Point has maintained a

capacity factor of greater than 93%, meaning that it has provided electricity for 93% of the 8760 hours in a calendar year, which is consistently higher than the nuclear industry average and other forms of generation. This reliability helps offset the severe price volatility of other energy sources (e.g. natural gas) and the intermittency of renewable electricity sources (e.g. solar and wind).

43. Indian Point is a primary power source for all of the residential, commercial, industrial, and governmental consumers in Westchester, including the County itself. Electricity from Indian Point is bid into the markets of the New York Independent System Operator ("NYISO"). The electricity is purchased by utilities, including Consolidated Edison Company of New York, Inc. ("ConEdison"), New York State Electric and Gas Company, Inc. ("NYSEG"), New York Power Authority ("NYPA"), and other Load Serving Entities for their end-use commodity customers. The electricity is delivered over the facilities of ConEdison and NYSEG in Westchester. In 2016, Westchester paid NYPA over \$27 million in electricity bills for its facilities, including County office buildings, the County airport, and the County correctional facility. About 50% of the charges were for the commodity portion of the bill, and the remainder was a pass-through for ConEdison delivery charges. The commodity charges are adjusted for market conditions -- prices typically go up if demand increases or supply decreases.

44. The energy procurement and efficiency consulting firm Energy Watch has conducted a study of projected regional energy costs since the Agreement was announced and estimates that the Indian Point closure will cause a 1 to 1.5 cent/kWh increase in the price of electricity for regional retail customers. The New York City Department of Environmental Protection conducted a similar study and concluded that Indian Point's closing "will increase the cost to New York's consumers under every feasible scenario." Westchester's own estimates are

that Indian Point's decommissioning will increase its electricity bill by 3–5%. Westchester is accordingly concerned that its citizens will experience dramatically increased rates, and in particular that the increased rates may have a disparate negative impact on certain populations in Westchester County, including minorities, low-income citizens, senior citizens, and others on fixed incomes. Respondents/Defendants examined none of these serious impacts, even though Respondent/Defendant Riverkeeper's own study acknowledges that decommissioning Indian Point will result in an energy rate increase.

45. Indian Point is one of the largest employers in Westchester, directly providing nearly 1,000 full-time jobs and contributing to another approximately 2,800 jobs within the County. A June 2015 report by the Nuclear Energy Institute found that Indian Point generates \$1.6 billion in annual economic output for New York State, mostly in Westchester and the surrounding counties. Entergy itself states that the economic impact of Indian Point on the surrounding communities "exceeds \$240 million every year."

46. The Town of Cortlandt, the Village of Buchanan, and the Hendrick Hudson School District (all of which are located wholly within Westchester) collectively received over \$30 million in PILOT payments from Entergy in exchange for hosting the Indian Point facility in 2016. These payments constitute approximately one-third of the Hendrick Hudson School District budget, and roughly half of Buchanan's tax revenue. The decommissioning of Indian Point will result in the loss of approximately \$72 million in revenue for Westchester, Cortlandt, Buchanan and the Hendrick Hudson School District that would otherwise be received under the current PILOT agreement in 2021–24.

47. As a steam-powered nuclear facility, Indian Point does not produce carbon emissions in generating electricity. Unlike New York's gas- or oil-powered plants, which emit

30 million tons of carbon dioxide each year, Indian Point prevents the release of 8.5 million metric tons of carbon dioxide each year. According to Respondent/Defendant Entergy, greenhouse gases like CO2 contribute to global warming, and furthermore, generating electricity with nuclear energy prevents the emission of pollutants like sulfur dioxide and nitrogen oxide. The director of energy and environmental programs for the Regional Plan Association has stated that "[t]here is currently not enough carbon-free energy in the pipeline to replace Indian Point."

48. Indian Point does generate radioactive spent nuclear fuel which, pursuant to the Agreement, will be transferred from on-site spent fuel pools into dry cask storage. The dry cask storage is also on-site, and the spent nuclear fuel within will remain radioactive and generate heat for many years. The NRC does not specify a maximum time for storing spent fuel in dry casks. It merely certifies casks for 20 years, with possible renewals of up to 40 years. The NRC states that onsite emergency plans are required for dry cask storage, but that "due to the typically reduced staffs at a decommissioning facility, they may rely even more on offsite assistance for fire, security, medical or other emergencies."

THE AGREEMENT

49. On January 9, 2017, the State of New York, the OAG, the DEC, the DOH, the DOS, the DPS, Riverkeeper, ENIP2, ENIP3 and ENOI entered into the "Indian Point Agreement" (the Agreement), which was announced and became effective by its terms on that date, and provides, in relevant part, as follows:

a. [Indian Point Unit 2] shall permanently cease operations no later than April 30, 2020, and [Indian Point Unit 3] shall permanently cease operations no later than April 30, 2021 (collectively the two dates with such extensions a are provided for in this Agreement, are referred to as the "Retirement Dates").

<u>See</u>, Exhibit 3, ¶ 1(a).

50. The Agreement further provides that the DEC will issue a final WQC and final SPDES permit in the form attached to the Agreement, with an accompanying SFEIS and SEQRA Findings. Importantly, the Agreement concedes that the DEC had not completed the SEQRA process before the effective date of the Agreement. See, Exhibit 3, \P 6(d)(iv) ("NYSDEC . . . shall secure . . . a remand to NYSDEC Staff directing it to issue the Indian Point Final WQC and the Indian Point Final SPDES Permit, and to complete the SEQRA process.").

51. The DEC also agreed to publish the final WQC, final SPDES permit, SFEIS and SEQRA Findings for public notice and comment by February 7, 2017 -- approximately one month after the Agreement's effective date, notwithstanding SEQRA's clear requirement for a complete SEQRA review in advance of actions that might significantly impact the environment. See, Exhibit 3, \P 6(d)(iv).

PUBLIC NOTICE AND COMMENT PERIOD

52. On or about February 7, 2017, the DEC formally issued its WQC, SPDES permit, SFEIS and SEQRA Findings for public notice and comment.

53. Petitioner/Plaintiff, through the Westchester County Deputy County Executive, submitted comments on behalf of the County of Westchester and its residents. A copy of the County's comments are annexed hereto and marked as Exhibit 7.

54. Respondent/Defendant DEC responded to the County's comments on April 24,2017. A copy of the DEC's comments are annexed hereto and marked as Exhibit 8.

DEC ISSUES SPDES PERMIT AND WQC

55. On April 24, 2017, DEC issued the SPDES permit and WQC, concluding that closure of Indian Point by April 30, 2021 ("Early Retirement") was the best technology available

56. The SPDES permit and WQC were accompanied by and relied upon SEQRA Findings and an SFEIS which had been the subject of the aforementioned public notice and comment period. <u>See</u>, Exs. 4 and 5.

57. However, the SFEIS and SEQRA Findings utterly failed to analyze the devastating environmental, economic and social impacts that Early Retirement would have on the County of Westchester and its residents.

58. The SFEIS and SEQRA Findings merely focus upon whether to renew the SPDES permit and issue a WQC for Indian Point, allowing it to continue to withdraw water from the Hudson River for use as cooling water. In other words, the SFEIS and SEQRA Findings did not address the action at bar -- the permanent decommissioning of Indian Point.

59. The SFEIS and SEQRA Findings do not address the long-term fate of the radioactive spent nuclear fuel that will be abandoned on-site at Indian Point, or any contingency plans for events such as natural disasters that might affect the integrity of the storage.

60. The SFEIS and SEQRA Findings do not address the potential \$1 billion shortfall in the trust fund to decommission the nuclear reactors. Notably, Entergy estimates that it will take approximately \$1.1 billion to fully decommission just one of the two Indian Point reactors, but the current balance in the decommissioning trust fund is only \$724 million.

61. The SFEIS and SEQRA Findings are utterly silent on such environmental issues as whether Indian Point's energy output will be replaced by carbon-emitting plants, the reliability of the replacement generation or the future of the Indian Point site following decommissioning. 62. They are also effectively silent regarding the economic and social impacts of decommissioning. With respect to loss of jobs and tax revenue, the SEQRA Findings merely conclude, without explanation, that:

[i]ncreased property values after the Retirement Dates are expected to offset, in part, taxation and PILOT payment reductions at the Retirement Dates. Employment reductions after the Retirement Dates will occur, but are phased and spread throughout the region.

<u>See</u>, Exhibit 4, at p. 6. There is no analysis or explanation of, for example, how much "increased property values" might offset lost payments, or how exactly "phasing" the "employment reductions" (e.g. Entergy's firing of its local workforce) would mitigate this economically devastating result. In any event, the conclusion that property values will increase is groundless speculation. Indeed, because plant closure will lead to the loss of thousands of local jobs, significantly decreased local business activity, increased energy costs, and a likely increase in property and special district taxes, local property values may very well decrease, not increase.

63. With respect to the loss of power generation, the SEQRA Findings vaguely state that "potential impacts to reliability and capacity in the medium-to-long term are expected to be avoided or mitigated given responsive measures taken on the basis of planning on the part of the NYISO and the NYPSC." See, Exhibit 4, at p. 6. There is no explanation of these "responsive measures," and therefore no demonstration of how the closure of Indian Point "will satisfy electric generating capacity needs" as mandated by 6 NYCRR § 617.9(b)(5)(iii)(e). The SEQRA Findings further state that "Entergy's commitments in connection with the Retirement Dates include transition planning for the cessation of electric-generating operations." See, Exhibit 4, at p. 7. It does not, however, describe this "transition planning." Furthermore, to the extent that

any alternate power generation would be provided by yet-to-be-built carbon-producing sources, the SFEIS and SEQRA Findings are silent as to the effects of these sources on air quality.

64. Notably, Respondents/Defendants themselves have acknowledged the imperative of the aforementioned issue in the context of other nuclear plant closings. For example, on August 9, 2016, Governor Andrew Cuomo gave a speech regarding the possible closing of the FitzPatrick Nuclear Power Plant in Oswego, New York. Governor Cuomo warned that this closing would lead to, <u>inter alia</u>, lost jobs, energy price increases, and a "financial crisis for the entire region." Audrey Zibelman, who signed the Agreement on behalf of DPS, subsequently stated that "when you close a nuclear plant . . . you're going to get it replaced by fossil emissions." These statements are corroborated by real-life examples of the devastating impacts on host communities of nuclear power plant decommissioning.

65. On February 28, 2017, in an apparent admission that an EIS examining the consequences of closing Indian Point should have been conducted, Respondent/Defendant Cuomo announced the appointment of a task force to address the closure of Indian Point. This task force's mandate is to "address employment and property tax impacts, develop new economic opportunities, evaluate site reuse options, [] identify work force retraining programs and opportunities. . . . monitor the closure [] and related decommissioning and site restoration issues, coordinate ongoing safety inspections and review reliability and environmental concerns, among other issues." Any recommendations the task force might make are irrelevant, however, insofar as the task force's recommendations are not binding, the task force has no obligation to consider alternatives to closing Indian Point, and the public has no legal recourse to challenge the task force's recommendations.

AS AND FOR A FIRST CAUSE OF ACTION

66. Petitioner/Plaintiff repeats and realleges each and every allegation set forth in paragraphs "1" through "65" as if the same were more fully set forth at length herein.

67. The Respondents/Defendants are state agencies under SEQRA and the implementing regulations promulgated thereunder at 6 NYCRR Part 617 (the "SEQRA Regulations").

68. The applicable sections, parts and provisions of SEQRA and SEQRA Regulations require that an agency, such as the NYS Respondents/Defendants, determine whether the action they are about to take is subject to SEQRA.

69. The permits being challenged herein fall within the applicable definitions of an "action" pursuant to the applicable sections, parts and provisions of SEQRA and the SEQRA Regulations. Indeed, Respondents/Defendants recognize this and in fact classified the issuance of the permits as "comparable to a Type II" action.

70. Pursuant to the applicable sections, parts and provisions of SEQRA and the SEQRA Regulations, the Respondents/Defendants were required to make a preliminary classification of what type of action was being undertaken before and prior to the issuance of the permits.

71. A Type I Action carries with it the presumption that it is likely to have a significant adverse impact on the environment and may require an EIS (6 NYCRR § 617.4(a)(1)). An Unlisted Action may also have a significant adverse effect on the environment and require a full SEQRA review, including an EIS.

72. The issuance of the permits should have been classified by the Respondents/Defendants as a Type I Action and/or Unlisted Action and such failure to do so was

a failure to properly comply with the requirements of SEQRA and its Regulations and therefore constituted an error of law, a violation of duties lawfully entrusted upon the Respondents/Defendants and otherwise constitutes an abuse of discretion in that the action taken was arbitrary and capricious and in violation of lawful procedure and authority.

73. The Respondents/Defendants' classification of the issuance of the permits as "comparable to a 'Type II'" constituted an error of law and a violation of duties lawfully entrusted upon the Respondents/Defendants, and otherwise constitutes an abuse of discretion in that the action taken was arbitrary and capricious and in violation of lawful procedure and authority.

74. The Respondents/Defendants were also subject to SEQRA's requirement that they determine whether the action at bar "may have a significant impact on the environment" (6 NYCRR § 617.1(c)). The Respondents/Defendants were required to thoroughly analyze the relevant areas of environmental concern to determine the environmental significance of closing Indian Point, taking into account social and economic factors (NYECL § 8-0113), set forth their determination of significance in writing, complete with reasoned elaboration and reference to supporting documentation (6 NYCRR § 617.7(b)) and such failure to do so was a failure to properly comply with the requirements of SEQRA and its Regulations.

75. Respondents/Defendants failed to properly consider, pursuant to 6 NYCRR § 617.7(c)(1), whether Early Retirement (which Respondents/Defendants determined to be the BTA) would "have a significant adverse impact on the environment," and should have unequivocally concluded that Early Retirement would create "a substantial adverse change in existing air quality" if the replacement power is generated by carbon-fueled, emissions-producing facilities (6 NYCRR § 617.7(c)(1)(i) and 6 NYCRR § 617.7(c)(1)(x)). Early

Retirement by definition involves "a major change in the use of either the quantity or type of energy" and "a substantial change in the use, or intensity of use, of land" (6 NYCRR § 617.7(c)(1)(vi) and 6 NYCRR § 617.7(c)(1)(viii)).

76. Additionally, an action involving the movement and storage of nuclear waste clearly implicates "a hazard to human health." Early Retirement will implicate such concerns. Respondent/Defendants' failure to make such a determination constituted an error of law and a violation of duties lawfully entrusted upon the Respondents/Defendants, and otherwise constitutes an abuse of discretion in that the action taken was arbitrary and capricious and in violation of lawful procedure and authority.

77. The issuance of the permits will thus have a significant adverse impact on the environment and required the Respondents/Defendants to prepare an EIS analyzing the effects of Early Retirement prior to issuing the permits.

78. The permits were issued prior to the preparation of a proper DEIS, EIS, FEIS or SEQRA Findings that properly examined the environmental, economic and social impacts of Early Retirement, in violation of the applicable sections, parts and provisions of SEQRA and the SEQRA Regulations and prior to and without the proper and lawful compliance with the applicable provisions of SEQRA and the SEQRA Regulations. Respondents/Defendants' failure constituted an error of law and a violation of duties lawfully entrusted upon the Respondents/Defendants, and otherwise constitutes an abuse of discretion in that the action taken was arbitrary and capricious and in violation of lawful procedure and authority.

79. The issuance of the permits required a full environmental review and that said action otherwise comply with the applicable provisions of SEQRA and the SEQRA Regulations. The failure to undertake a prior environmental review, and to otherwise comply with the

applicable provisions of SEQRA and the SEQRA Regulations is fatal to the permits rendering them null and void.

80. The failure of the Respondents/Defendants to undertake a full environmental review as a predicate to the action taken in connection with the issuance of the permits and without the proper and lawful compliance with the applicable provisions of SEQRA and the SEQRA Regulations, is and was in derogation of the applicable provisions of SEQRA and the SEQRA Regulations. Such a failure constituted an error of law and a violation of duties lawfully entrusted upon the Respondents/Defendants, and otherwise constitutes an abuse of discretion in that the action taken was arbitrary and capricious and in violation of lawful procedure and authority.

81. The action taken by Respondents/Defendants in issuing the permits prior to engaging in a full SEQRA review, failing to make a significant impact determination, failing to classify the permits and Early Retirement as a Type I or Unlisted Action with significant adverse effects on the environment, failing to prepare an EIS and failing to properly comply with public notice and comment procedures constituted an error of law, a violation of duties lawfully entrusted upon the Respondents/Defendants and otherwise constitutes an abuse of discretion in that the action taken was arbitrary and capricious and in violation of lawful procedure and authority. Respondents/Defendants failed to take a "hard look," make any reasoned elaboration for the determination and failed to comply with their obligations under SEQRA.

82. Accordingly, Petitioner/Plaintiff demands a judgment against the Respondents/Defendants which annuls and declares the permits, and any enforcement of such permits, void; and directs Respondents/Defendants to submit any future plan of Early Retirement to a full SEQRA review.

83. Petitioner/Plaintiff has no adequate remedy at law.

84. No prior application for the relief requested herein has been made.

AS AND FOR A SECOND CAUSE OF ACTION

85. Petitioner/Plaintiff repeats and realleges each and every allegation set forth in paragraphs "1" through "84" as if the same were more fully set forth at length herein.

86. By committing to a predetermined course of action in the Agreement (i.e., by agreeing to issue the SFEIS, SEQRA Findings, SPDES permit and WQC) prior to completing a full and thorough SEQRA review that properly analyzed Early Retirement (the acknowledged BTA), the Agreement bound Respondents/Defendants to pursue a definite course action, precluding meaningful consideration of other alternatives to Early Retirement in violation of SEQRA and its Regulations. The Agreement therefore impermissible preordained that any comments objecting to the closure of Indian Point, or the issuance of the SPDES permit and WQC, would be disregarded in violation of SEQRA and its Regulations. Such action constituted an error of law, a violation of duties lawfully entrusted upon the Respondents/Defendants and otherwise constitutes an abuse of discretion in that the action taken was arbitrary and capricious and in violation of lawful procedure and authority.

87. Accordingly, Petitioner/Plaintiff demands a judgment against the Respondents/Defendants which annuls and declares the permits, and any enforcement of such permits, void; and directs Respondents/Defendants to submit any future plan of Early Retirement to a full SEQRA review.

88. Petitioner/Plaintiff has no adequate remedy at law.

89. No prior application for the relief requested herein has been made.

AS AND FOR A THIRD CAUSE OF ACTION

90. Petitioner/Plaintiff repeats and realleges each and every allegation set forth in paragraphs "1" through "89" as if the same were more fully set forth at length herein.

91. A SEQRA review must include analysis of reasonably related short-term and long-term impacts as well as the cumulative impacts, and must consider the entire set of activities or steps. To segment the analysis, such that the impact of reasonably-related activities is addressed as though they were independent, is to violate SEQRA's clear mandate.

92. Indian Point's pending closure is more than "reasonably related" to DEC's issuance of the permits at issue here. DEC's own SEQRA Findings make clear that DEC would not have issued the final permits but for Entergy's commitment to Early Retirement under the Agreement. The DEC itself has concluded that Early Retirement was BTA. Once the DEC concluded that Early Retirement was BTA, it was obligated to thoroughly review that BTA in accordance with SEQRA and its Regulations.

93. DEC was accordingly required to consider the long-term impacts of Indian Point's decommissioning before issuing the permits. Instead, DEC attempted to satisfy SEQRA with a handful of purely conclusory statements in its "SEQRA Findings," which state that "the adverse impacts of Early Retirement . . . are almost entirely small or nonsignificant." (Ex. 4 at 6.) These findings are contrary to DEC's own guidance and handbook, which state that SEQRA requires an analysis of "the full range of potential significant adverse environmental impacts" of closure, as well as "how those impacts can be avoided or minimized." Merely stating that potential adverse impacts are "almost entirely small" is woefully inadequate under SEQRA and its Regulations.

94. Regarding the loss of jobs and tax revenue, DEC merely concludes, without

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explanation, that:

[i]ncreased property values after the Retirement Dates are expected to offset, in part, taxation and PILOT payment reductions at the Retirement Dates. Employment reductions after the Retirement Dates will occur, but are phased and spread throughout the region.

<u>See</u>, Exhibit 4 at 6. There is no analysis or explanation of, for example, how much "increased property values" might offset lost payments, or how exactly "phasing" the "employment reductions" (e.g., Entergy's firing of its local workforce) would mitigate this economically devastating result. Nor has DEC analyzed the extent to which Indian Point's decommissioning will affect electricity rates for Westchester or New York City.

95. The actions of the Respondents/Defendants constitute textbook examples of improper segmentation, or environmental review of an action such that various activities or stages are addressed as though they were independent, unrelated activities, needing individual determinations of significance.

96. The Respondents/Defendants' failure to thoroughly examine the environmental, economic and social impacts of closing Indian Point amounts to an error of law, a violation of duties lawfully entrusted upon the Respondents/Defendants and otherwise constitutes an abuse of discretion in that the action taken was arbitrary and capricious and in violation of lawful procedure.

97. DEC's failure to perform these analyses -- a duty enjoined upon it by law -warrants annulment of the SPDES permit and WQC. This is particularly so given that DEC is the very agency charged with promulgating the law in question.

98. Accordingly, Petitioner/Plaintiff demands a judgment against the Respondents/Defendants which annuls and declares the permits, and any enforcement of such permits, void; and directs Respondents/Defendants to submit any future plan of Early Retirement

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to a full SEQRA review.

99. Petitioner/Plaintiff has no adequate remedy at law.

100. No prior application for the relief requested herein has been made.

AS AND FOR A FOURTH CAUSE OF ACTION

101. Petitioner/Plaintiff repeats and realleges each and every allegation set forth in paragraphs "1" through "100" as if the same were more fully set forth at length herein.

102. There exists an actual and justiciable controversy between Petitioner/Plaintiff and Respondents/Defendants concerning the proposed decommissioning of the Indian Point facility.

103. Respondents/Defendants' actions of issuing the permits prior to a proper full SEQRA review; failing to determine that decommissioning would have an adverse impact on the environment, economy and residents of Westchester County; failing to properly analyze said impacts; improperly segmenting the review process; determining that decommissioning was comparable to a Type II Action; failing to solicit public comment on the decommissioning of Indian Point prior to committing to said course of action; failing to take any "hard look"; failing to make any reasoned elaboration for their determination; and failing to otherwise comply with SEQRA and the SEQRA Regulations, was all in violation of SEQRA and the SEQRA Regulations.

104. An actual justiciable controversy which is ripe for adjudication exists between the parties.

105. Petitioner/Plaintiff has no adequate remedy at law.

106. Petitioner/Plaintiff seeks a judgment against Respondents/Defendants: (a) declaring that issuance of the permits and closure of Indian Point was subject to SEQRA, requiring a significant impact determination, classification as a Type I or Unlisted Action,

preparation of an EIS and a period for public notice and comment and a public hearing; (b) declaring that Respondents/Defendants issued the permits in violation of the applicable provisions of SEQRA and the SEQRA Regulations; (c) annulling and declaring the permits, and any enforcement of such permits, void; and (d) directing Respondents/Defendants to submit any future plan to close Indian Point for a full SEQRA review.

WHEREFORE, Petitioner/Plaintiff respectfully requests this Court enter a Judgment as follows:

(1) On the First Cause of Action, annulling and declaring the permits, and any enforcement of such permits, void; and directing Respondents/Defendants to submit any future plan to close Indian Point to a full SEQRA review;

(2) On the Second Cause of Action, annulling and declaring the permits, and any enforcement of such permits, void; and directing Respondents/Defendants to submit any future plan to close Indian Point to a full SEQRA review;

(3) On the Third Cause of Action, annulling and declaring the permits, and any enforcement of such permits, void; and directing Respondents/Defendants to submit any future plan to close Indian Point to a full SEQRA review;

(4) On the Fourth Cause of Action, a declaratory judgment against Respondents/Defendants: (a) declaring that the closure of Indian Point and issuance of the permits was subject to SEQRA, requiring a significant impact determination, classification as a Type I or Unlisted Action, the preparation of an EIS and a period for public notice and comment and a public hearing; (b) declaring that Respondents/Defendants issued the permits in violation of the applicable provisions of SEQRA and its implementing regulations; (c) annulling and declaring void the permits and any enforcement of same; and (d) directing

Respondents/Defendants to submit any future plan to close Indian Point for a full SEQRA review, together with such further and different relief as the as the Court may deem just and proper in the circumstances, and the costs and disbursements (including those enumerated in CPLR § 8601) of this combined proceeding/action.

Dated: White Plains, New York May 9, 2017

COLLIER, HALPERN, NEWBERG & NOLLETTI, LLP Attorneys for Petitioner/Plaintiff

By:

Philip M. Halpern A Member of the Firm One North Lexington Avenue White Plains, New York 10601 (914) 684-6800

VERIFICATION

STATE OF NEW YORK COUNTY OF WESTCHESTER

) ss.:

ROBERT P. ASTORINO, being duly sworn, deposes and says:

I am an individual and the County Executive of the County of Westchester, the petitioner/plaintiff named herein. I am acquainted with the facts of this proceeding. The sources of my information are my own personal knowledge, the records and documents contained in the files of the County of Westchester and my discussions with County staff with knowledge and information regarding this matter.

I have read the attached petition/complaint and, based on the aforementioned sources of information, I believe the allegations set forth therein to be true, except as to those matters stated on information and belief, and as to those matters, I believe them to be true.

I make this verification pursuant to Civil Practice Law and Rules 3020.

der l' altorino

Sworn to before me this 9th day of May, 2017

ry Public ohn A. Cerino Noting Public, state of New York No. DICE6262825 Qualified in Westmester County Commission Expires 5/29/20