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11 UNITED STATES DISTRICT COURT
FOR THE EASTERN DISTRICT OF WASHINGTON

12
13 KALISPEL TRIBE OF INDIANS
and SPOKANE COUNTY,

14 Plaintiffs,

15 v.

16
17 UNITED STATES DEPARTMENT
OF THE INTERIOR, et al.,

18 Defendants,

19 SPOKANE TRIBE OF INDIANS,

20 Intervenor-Defendant.

No. 2:17-cv-00138-WFN

FEDERAL DEFENDANTS' REPLY
IN SUPPORT OF CROSS-MOTION
FOR SUMMARY JUDGMENT

Hearing Date: June 17, 2019

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I. INTRODUCTION

1
2 Both the Kalispel Tribe of Indians (“Kalispel”) and Spokane County
3 (“County”) rely primarily on the argument that the Department of the Interior’s
4 (“Department”) decision approving gaming by the Spokane Tribe (“Spokane
5 Tribe”) conflicts with the plain language of the Indian Gaming Regulatory Act
6 (“IGRA”). ECF Nos. 113, 114. Kalispel argues that any loss due to competition to
7 an existing tribal casino requires the Department to find a new gaming facility will
8 be “detrimental to the surrounding community” in making a Secretarial
9 Determination pursuant to 25 U.S.C. § 2719. But IGRA requires a holistic analysis
10 of detriment to the “surrounding community,” not just one neighboring tribe. And
11 Kalispel’s self-serving reading of the statute prioritizes protection of the market
12 share of existing tribal casinos at the expense of other tribes seeking access to a
13 gaming market—all in disregard of IGRA’s purpose of promoting the tribal self-
14 government of all tribes. As for the County, having declined to participate in
15 consultation until the last minute, it now argues the Department had to do more
16 than solicit information regarding potential impacts of the proposed gaming
17 facility. Nothing in IGRA requires the kind of heightened conferral obligation that
18 the County advocates. These arguments, along with Plaintiffs’ remaining
19 arguments, lack merit. The Court should uphold the Department’s decision.
20

1 **II. ARGUMENT**

2 **A. The Department properly found impacts to Kalispel do not support a**
3 **finding that the proposed gaming facility is detrimental to the**
4 **surrounding community.**

5 **1. IGRA does not treat competition as “detrimental to the**
6 **surrounding community.”**

7 Kalispel’s purported plain meaning interpretation of “detrimental” requires
8 extracting the word from its statutory context. Kalispel asserts that detriment
9 means harm and any loss of revenue to Kalispel from competition mandates a
10 finding that gaming will be detrimental to the surrounding community under
11 Section 2719(b)(1)(A). This reading effectively nullifies the “two part”
12 determination because “all new commercial developments are bound to entail *some*
13 unmitigated costs.” *Stand Up for Cal.! v. U.S. Dep’t of Interior*, 879 F.3d 1177,
14 1187 (D.C. Cir. 2018) (citation and brackets omitted). No tribe can meet this
15 standard, including Kalispel whose own application for a two-part determination
16 was approved with full understanding that there would likely be impacts from
17 “intense competition” on the Spokane Tribe. AR65834. Nothing in IGRA allows
18 a gaming tribe to unilaterally bar competition by other tribes.

19 To ascertain a statute’s plain meaning, a court “must read the words in their
20 context and with a view to their place in the overall statutory scheme.” *King v.*
Burwell, 135 S. Ct. 2480, 2489 (2015) (citation and internal quotations omitted);
see also Robinson v. Shell Oil Co., 519 U.S. 337, 341 (1997). The context here is a

1 provision that tasks the Department with analyzing whether a proposed gaming
2 establishment will “be detrimental to the surrounding community” and that clearly
3 contemplates the possibility of finding no detriment.¹ Kalispel’s reading of IGRA
4 precludes that. *See Holloway v. United States*, 526 U.S. 1, 9 (1999) (a statute must
5 be viewed as a whole, rather than by isolating a particular word).

6 The Department, in contrast, takes a common sense, holistic approach and
7 does not treat competition as detrimental. *See Stand Up for Cal. v. U.S. Dep’t of*
8 *the Interior*, 204 F. Supp. 3d 212, 264 (D.D.C. 2016) (determining detriment
9 “necessarily requires a holistic evaluation of the impact of the proposed
10 development”). Doing otherwise turns IGRA into a means to protect gaming
11 monopolies instead of promoting tribal gaming as an economic mechanism for all
12 tribes. The Department’s analysis of detriments focuses on impacts caused by a
13 new gaming facility—increases in problem gambling, environmental impacts
14 deriving from construction and operation of the facility, etc. 25 C.F.R. § 292.18.

16 ¹ Kalispel is correct that the two-part determination provision allows a limited
17 exception to IGRA’s general ban on gaming on newly acquired trust lands, 25
18 U.S.C. § 2719(a). But the limited nature of the exception derives from the
19 requirement of the state governor’s concurrence in any finding of no detriment
20 made by the Secretary. *Id.* at § 2719(b)(1)(A).

1 But a shift in market share due to competition is not necessarily a detriment to the
2 surrounding community and can be remedied by the affected neighboring tribe by
3 more effectively competing against the new market entrant. AR63870 (noting
4 initial impacts from new competition will diminish after “local residents
5 experience the casino and return to more typical spending patterns”). As discussed
6 in Federal Defendants’ opening brief, courts considering this question have agreed.
7 ECF No. 98 at 14-15.²

8 Nevertheless the Department does not ignore the financial impacts of
9 competition on other tribes in its consideration of detriment. Instead, the
10 Department addresses competitive impacts, consistent with its approach to
11

12 ² Kalispel attempts to distinguish these cases on the ground that they offer dicta,
13 considered tribes not similarly situated to Kalispel, and failed to undertake a
14 statutory analysis. ECF No. 113 at 14-16. Only because courts understand and
15 reject the implications of Kalispel’s reading of Section 2719 can they assert that “it
16 is hard to find anything in that provision that suggests an affirmative right for
17 nearby tribes to be free from economic competition.” *Sokaogon Chippewa Cmty.*
18 *v. Babbitt*, 214 F.3d 941, 947 (7th Cir. 2000). These courts’ interpretation of
19 Section 2719 holds true regardless of whether said as dicta or not and without
20 regard to a particular tribe’s circumstances.

1 detriment in general, “on a case-by-case basis.” Department of the Interior,
2 *Gaming on Trust Lands Acquired After October 17, 1988*, 73 Fed. Reg. 29354,
3 29356 (May 20, 2008); *see N.L.R.B. v. U.S. Postal Serv.*, 827 F.2d 548, 553 (9th
4 Cir. 1987) (agency may develop administrative policy on a case by case basis).
5 Here, the Department concluded that there is no detriment to the surrounding
6 community as a whole where impacts from competition to Kalispel’s government
7 budget will dissipate over time with market growth and will not at any point
8 preclude the provision of “essential services and facilities to [Kalispel’s]
9 membership.” AR63870. That approach, contrary to Kalispel’s claim, does not
10 demand closure of a competing facility before finding detriment. Kalispel
11 disagrees with the judgment but Congress tasked the Department, not Kalispel,
12 with implementing IGRA.³

14 ³ To the extent the Department must determine how to implement IGRA in specific
15 circumstances and the plain language does not control, the Court should defer to
16 the Department’s judgments. *See Garfias-Rodriguez v. Holder*, 702 F.3d 504, 515
17 (9th Cir. 2012) (en banc) (courts defer to agency construction of statute, as applied
18 through administrative decisions, because “there are gaps in the statutory scheme
19 that cannot be filled through interpretation alone, but require the exercise of
20 policymaking judgment”).

1 Kalispel complains that other impacts to the surrounding community were
2 mitigated, but impacts to its gaming were not. ECF No. 113 at 11. Section 2719
3 does not require mitigation of all impacts. *Stand Up*, 879 F.3d at 1187. Nor do
4 Department regulations require mitigation for all impacts on the surrounding
5 community and nearby tribes. *See* ECF No. 113 at 10. The cited regulations only
6 require that an applicant provide any information about how impacts will be
7 mitigated and that the Department will consider all submitted information in
8 making its determination. 25 C.F.R. §§ 292.18(d), 292.21(a). Nevertheless,
9 Department regulations do provide that efforts to mitigate impacts will be
10 considered. *Id.*

11 The Department, as part of its National Environmental Policy Act (“NEPA”)
12 obligations, did require “[a]ll practicable means to avoid or minimize
13 environmental harm” resulting from the decision to allow the Spokane Tribe to
14 operate a gaming facility on its trust land. AR63906. And the Spokane Tribe
15 provided further mitigation payments to local governments to compensate them for
16 the provision of public services to the facility. AR63852-53. In fact, the
17 Department proposed that “the best solution to the problem of a potentially
18 diffused market share for each Tribe involves the negotiation toward a model that
19 benefits both Tribes.” AR63809. However, the Department noted it could not
20 impose such an arrangement on the tribes. *Id.* Moreover, requiring later tribes to

1 compensate earlier tribes for lost market share would amount to protection of first-
2 comer monopolies.

3 Kalispel is right that each lost dollar of profit can impact the provision of
4 government services and that loss of per capita payments to members is not to be
5 dismissed. But IGRA treats per capita payments differently from the provision of
6 essential government services, requiring sufficient funding for the latter before
7 permitting the former.⁴ 25 U.S.C. § 2710(b)(3)(B); 25 C.F.R. § 290.12. And
8 Kalispel is correct that the Department noted the disparity in financial resources
9 available to each tribe. AR63871 n.335 (even with new competition, Kalispel will
10 have fourteen times as much revenue as the Spokane Tribe per tribal member).

11
12

⁴ The Final Environmental Impact Statement (“FEIS”) concluded that the projected
13 2020 impact from competition on Kalispel’s budget, after subtracting per capita
14 payments, was 6.7 percent. AR49635. The Record of Decision (“ROD”) tracks
15 that analysis but inflates the impact through a scrivener’s error. AR63871.
16 Kalispel argues that the citation for the ROD’s number is wrong, which the
17 Department does not dispute since the source is clearly the FEIS. Kalispel
18 suggests a different cite that results in completely different numbers, ECF No. 113
19 at 5-6, but the ROD, like the FEIS, expressly uses 2020 revenue projections, and
20 Kalispel’s suggested cite uses 2014 projected impacts. AR7511.

1 But that observation, in a footnote, was contextual, not dispositive for the
2 conclusion stated above the line in the analysis of impacts on Kalispel. Kalispel
3 also objects to comparisons in the introductory letter to Governor Inslee,
4 AR63808-10, but the comments are just that: introductory. ECF No. 113 at 24.
5 The same goes for references to the consideration of competition in Kalispel’s own
6 1997 Secretarial Determination. They show that Kalispel is being held to the same
7 standard as the Spokane Tribe when it complained of new competition—but again,
8 that is contextual, not dispositive. And the same goes for the Department’s
9 observation that it would be “ironic” to preclude Spokane from gaming in its
10 aboriginal territory after allowing Kalispel to do so. AR63809. That remark was
11 made in the context of discussing how economic competition is “one of the most
12 difficult issues facing a Federal trustee,” and the Department explained it would
13 treat competition here, as it had in prior decisions, as not constituting, in itself, a
14 detriment. AR63808-09. The Department did not ignore impacts to Kalispel’s
15 ability to provide government services.⁵
16
17

18 ⁵ Kalispel also objects to comparisons in technical reports. ECF No. 113 at 24, 25
19 (objecting to AR7512, AR7477, AR7499). But technical reports, while considered
20 in the decision, are not the decision itself.

1 **2. The Department has not breached any trust duty and did not**
2 **show bias.**

3 Kalispel's invocation of *Rancheria v. Jewell*, 776 F.3d 706 (9th Cir. 2015),
4 in support of its breach of trust claim is misplaced. There the Ninth Circuit refused
5 to apply a canon that requires Indian statutes to be interpreted liberally in favor of
6 Indians where a tribe advocated a reading of IGRA that, while benefitting itself,
7 would "not necessarily benefit other tribes engaged in gaming," because the
8 government "cannot favor one tribe over another." *Id.* at 713. The Department
9 here has treated competition the same way it did when considering Kalispel's
10 application for a Secretarial Determination. Kalispel now seeks to re-interpret
11 IGRA to benefit itself. Kalispel suggests dual trust duties in a Secretarial
12 Determination: (1) to pursue the best interests of the applicant tribe, and (2) to
13 ensure no detriment to any tribes already gaming in a given market. But
14 practically speaking, Kalispel argues that the second duty trumps the first and the
15 trust responsibility to applicant tribes ranks below that accorded nearby tribes
16 already gaming in a given market. That is unworkable and not required by IGRA.

17 Kalispel argues that IGRA imposes on the government the kind of exacting
18 trust responsibility described in *United States v. Mitchell*, 463 U.S. 206 (1983).
19 ECF No. 113 at 19-20. Not so. The "general trust relationship between the United
20 States and the Indian people" only gives rise to specific fiduciary duties "to the
extent [the government] expressly accepts those responsibilities by statute."

1 *United States v. Jicarilla Apache Nation*, 564 U.S. 162, 176-77 (2011) (internal
2 quotation marks omitted). IGRA assigns the Department federal oversight and
3 approval authority over certain activities but not “a comprehensive managerial
4 role” over those activities giving rise to specific fiduciary duties to a given tribe.
5 *See United States v. Navajo Nation*, 537 U.S. 488, 507 (2003); *Marceau v.*
6 *Blackfeet Hous. Auth.*, 540 F.3d 916, 927 (9th Cir. 2008) (no liability for breach of
7 trust where government not tasked with directly managing tribal property). Such a
8 duty, the breach of which may subject the government to monetary damages, only
9 arises where the government assumes “elaborate control over . . . property
10 belonging to Indians,” as it did in *Mitchell* where the Department controlled every
11 aspect of the tribe’s timber resources. *See* 463 U.S. at 225, 219-23. IGRA does
12 not task the Department with managing Kalispel’s casino or ensuring it will not be
13 impacted by the gaming of other tribes.

14 Kalispel takes issue with the organization of the Secretarial Determination.
15 In its discussion of anticipated economic impacts to the surrounding community,
16 the ROD explained that, “[a]s discussed in more detail below,” Kalispel “will
17 experience some market decline, but that decline will be mitigated by the length of
18 time it takes to construct and develop the Spokane Tribe’s Project, and will likely
19 recover over time as the market grows with the introduction of a second casino in
20 the area.” AR63851. The fact that the Department reserved the extensive

1 discussion of the various expert reports assessing the impacts of competition to a
2 later section is substantively insignificant.

3 Kalispel argues that reserving the discussion of competitive impacts to the
4 consultation section allows an inference that the Department did not treat Kalispel
5 as part of the surrounding community. The regulations treat all local governments
6 and tribes within twenty-five miles of a proposed gaming establishment as the
7 surrounding community and require tribes and governments outside that radius to
8 petition for consultation by showing they will be “directly, immediately and
9 significantly impacted” the new establishment. 25 C.F.R. § 292.2 (defining
10 “surrounding community”). The Department did not require Kalispel to petition
11 for consultation and did not require a showing of direct, immediate, and significant
12 impacts prior to considering its submissions. The cursory draft section of the ROD
13 Kalispel cites to suggest otherwise is in an email drafted by a Department realty
14 specialist dated August 2, 2012, almost three years before the decision issued.
15 AR65808-18. Draft material by its very nature is preliminary and the email here is
16 nothing more than one employee’s “opinions and recommendations” which was
17 part of the “give-and-take” of the deliberative process. *Nat’l Wildlife Fed’n v. U.S.*
18 *Forest Serv.*, 861 F.2d 1114, 1121-22 (9th Cir. 1988). Kalispel later argues this
19 email shows bias. ECF No. 113 at 24-25. Even assuming that were true, the email
20 reflects only the view of one employee, not that of the Department.

1 Kalispel also alleges bias on the part of the NEPA contractor. ECF No. 113
2 at 25-26. But Kalispel provides no evidence, simply claiming that the contractor
3 should have considered lost future revenues (i.e., how much Kalispel's budget
4 would grow over the years in the absence of new competition) instead of just
5 impacts to its current budget due to competition. That is not bias. The
6 Department's purpose in analyzing the impacts of competition is to determine how
7 essential government services will be impacted, not to discern the profit a tribe
8 stands to lose. Moreover, as discussed in the Department's opening brief, the
9 contractor was supervised by the Department. ECF No. 98 at 44-46. That is
10 enough to dispel any claim of contractor bias. *Ass'n Working for Aurora's*
11 *Residential Env't v. Colo. Dep't of Transp.*, 153 F.3d 1122, 1129 (10th Cir. 1998)
12 ("the degree of supervision exercised by [the agency over the contractor] protected
13 the integrity and objectivity of the EIS in this case").

14 **B. The Department Complied with NEPA.**

15 **1. Plaintiffs fail to assert environmental harm, as required by**
16 **NEPA.**

17 "The Ninth Circuit has repeatedly made clear that a plaintiff [who] asserts
18 only 'purely economic injuries[,] does not have standing to challenge an agency
19 action under NEPA.'" *Thompson Metal Fab, Inc. v. U.S. Dep't of Transp.*, 289
20 F.R.D. 637, 642 (D. Or. 2013) (citing *Ashley Creek Phosphate Co. v. Norton*, 420
F.3d 934, 939–40 (9th Cir.2005) (citations omitted); *see also Nev. Land Action*

1 *Ass'n v. U.S. Forest Serv.*, 8 F.3d 713, 716 (9th Cir. 1993)). Kalispel asserts no
2 interest that is not solely economic. It argues an interest in providing
3 governmental services for its members, but this is an economic, not an
4 environmental, harm. As in *Cachil Dehe Band of Wintun Indians of Colusa Indian*
5 *Community v. Zinke*, the Court should disregard Kalispel's NEPA arguments
6 because they are based on its claim that Kalispel will experience economic harm as
7 a result of the casino project. *See* 889 F.3d 584, 606 (9th Cir. 2018).

8 **2. The Department's purpose and need statement was sufficiently**
9 **broad.**

10 Kalispel asserts that "by specifically including the '[p]otential profitability
11 of Class III gaming in Airway Heights,'" the Department unreasonably limited the
12 alternatives that could satisfy the purpose and need statement. ECF No. 113 at 30.
13 But the record belies this statement. The Department engaged in a substantial
14 evaluation of four different alternatives, including a non-gaming alternative. None
15 of the action alternatives was rejected for not meeting the purpose and need of
16 Class III gaming in Airway Heights. The Department fully explained that the
17 adopted alternative was selected because it "will best meet the purpose and need
18 for the Proposed Action by promoting long-term economic tribal self-sufficiency,
19 self-determination, and self-governance." AR65493. "Implementing the Preferred
20 Alternative will provide the Tribe with the best opportunity for developing and
maintaining a sufficient, stable, long-term source of governmental revenue," and

1 give the Tribe the best opportunity to improve government services and programs.
2 AR65493–94.

3 Further, the purpose and need statement is broader than simply “the potential
4 profitability of Class III gaming in Airway Heights.” It encompasses many ideas,
5 but focuses generally on “enabl[ing] the Tribe to meet its need for economic
6 development, self-sufficiency, and self-governance, and to provide its rapidly
7 growing Tribal member population with employment, educational opportunities,
8 and needed social services.” AR65497; *see also* AR49451. Class III gaming in
9 Airway Heights was just one of several considerations and did not unreasonably
10 limit the alternatives considered. As in *Cachil Dehe*, the Department identified a
11 wide range of purposes and sought to effectuate IGRA’s purpose of tribal self-
12 determination and self-reliance. *See Cachil Dehe*, 889 F.3d at 603–04.

13 **3. The Department considered appropriate alternatives.**

14 Kalispel also argues that the Department did not adequately explain why it
15 rejected off-site alternatives, such as an on-reservation casino or other properties
16 the Spokane Tribe owns. The Department, however, explained that the Spokane
17 Tribe’s reservation is “far from a profitable gaming market,” and that the Tribe’s
18 existing on-reservation casino has had declining revenues. AR49480; AR65499.
19 The FEIS also explained that the two other properties the Spokane Tribe owns are
20 not feasible sites for a casino, given “the limited area for development, potentially

1 significant traffic and circulation restraints, and displacement of existing charitable
2 programs currently located at the sites,” and the fact that the sites are not currently
3 held in trust for the tribe. AR49481; *see also* AR48712, AR65500. Those
4 alternatives would not further the Spokane Tribe’s objectives of utilizing its
5 existing trust land for tribal economic development and government purposes.
6 AR48712. The Department gave these objectives “substantial weight and
7 deference in light of the Spokane Tribe’s role as applicant.” *Id.* “Consideration of
8 off-site alternatives would require BIA to defer meeting the Tribe’s urgent needs,
9 while speculating that the Tribe could successfully purchase, acquire into federal
10 trust, and develop these parcels.” *Id.* The Department thus acted reasonably in not
11 exploring these suggestions further. *See HonoluluTraffic.com v. FTA*, 742 F.3d
12 1222, 1231 (9th Cir. 2014) (agency need not “consider alternatives that are
13 unlikely to be implemented or those inconsistent with its basic policy objectives.”)
14 (citation omitted).

15 Kalispel argues that the Department erred by not “account[ing] for the
16 possibility of [the Spokane Tribe] working with a third-party casino developer or
17 manager.” ECF No. 113 at 32. First, Kalispel waived this issue by failing to raise
18 it before the Department during the NEPA process. *See Vt. Yankee Nuclear Power*
19 *Corp. v. NRDC*, 435 U.S. 519, 553–54 (1978) (holding that plaintiffs must raise
20 issues during administrative process). But in any event, Kalispel speculates that

1 the Spokane Tribe could have worked with a developer to acquire land that would
2 then be taken into trust, but this would have added another step to the process with
3 no guarantee that land would be taken into trust. The Department's conclusion that
4 off-site alternatives would be both speculative and delay meeting the Tribe's needs
5 therefore is reasonable. AR48712.

6 Finally, Kalispel argues that the Department "[d]id not devote substantial
7 treatment to each alternative considered in detail" so that the comparative merits
8 could be evaluated. ECF No. 113 at 32. On the contrary, the FEIS contains
9 detailed analysis of each alternative, including a summary matrix of the potential
10 adverse and beneficial effects of each alternative. AR49419–46. Kalispel's
11 argument seems to be that the alternatives that were rejected from further study
12 were not discussed in depth, but NEPA regulations require only a brief discussion
13 of the reasons for eliminating alternatives from further study. 40 C.F.R.
14 § 1502.14(a) (requiring agencies to "briefly discuss the reasons" for eliminating
15 alternatives from detailed study). The Department therefore complied with
16 NEPA's requirements.

17 **C. The County's arguments lack merit.**

18 **1. The Department's consultation regulation governs consultation**
19 **pursuant to Section 2719.**

20 The County concedes the Department followed the relevant consultation
regulations, 25 C.F.R. §§ 292.19-292.20, but argues that IGRA requires more.

1 First, and contrary to the County, the regulations do not simply allow public
2 comment. They require the Department to solicit, by letter, information from state,
3 local government and tribal officials of the surrounding community. 25 C.F.R.
4 § 292.19(a). The letters are required to provide detailed information about the
5 proposed gaming establishment and to identify and solicit comments on five
6 specific kinds of impacts or costs the project may impose on the community. 25
7 C.F.R. § 292.20. That more than distinguishes the Section 2719 consultation from
8 the public comment requirement in 25 U.S.C. § 2704(b)(2)(B), which requires
9 identification of nominees to the National Indian Gaming Commission (“NIGC”)
10 in the Federal Register with notice of a thirty-day public comment period. *Id.*

11 The County relies on *California Wilderness Coalition v. U.S. Dep’t of*
12 *Energy*, 631 F.3d 1072, 1080 (9th Cir. 2011), to argue that where a statute provides
13 for both public comment and consultation, the latter has to mean face-to-face
14 conferral. That must be the case, the County argues, even if the comment and
15 consult provisions have no relation to each other beyond appearing in the same
16 statute. ECF No. 114 at 6. The Ninth Circuit disagrees, having distinguished
17 *California Wilderness* based on the close interrelation of the comment and consult
18 requirements: “*both* relevant provisions of the Energy Policy Act at issue in
19 *California Wilderness* are substantive and distinct because the opportunity to
20 comment provision applies to the issuing of a report based on the congestion study

1 previously subject to consultation.” *Bear Valley Mut. Water Co. v. Jewell*, 790
2 F.3d 977, 988 (9th Cir. 2015) (citation, brackets and ellipses omitted).

3 Finally, the County asserts that the Department’s regulations do not deserve
4 *Chevron* deference because only the NIGC is tasked by Congress with
5 implementing the statute. ECF No. 114 at 7 n.2. That is wrong. The County’s
6 view “ignores . . . the Secretary’s substantial role in administering IGRA, most
7 relevantly here in determining whether an exception to IGRA’s gaming ban
8 applies.” *Citizens Exposing Truth about Casinos v. Kempthorne*, 492 F.3d 460,
9 465 (D.C. Cir. 2007). And the Tenth Circuit case relied upon by the County was
10 overruled by congressional legislation the next year, “eliminating any doubt about
11 the Secretary’s authority” to interpret certain provisions of IGRA. *Id.*

12 **2. The Department appropriately relied on the Air Force’s decision**
13 **not to designate new APZs.**

14 The County continues to argue that the Department was required to suspend
15 its decision process until the Air Force modified its current Accident Potential
16 Zones (“APZ”) around FAFB based on submissions made to the Department, not
17 the Air Force. The County ignores the Department’s cases indicating the contrary.
18 These cases hold that an agency may rely on the opinion of another agency
19 possessing expertise over an issue so long as a plaintiff can point to no new
20 information not considered by the agency. *Pyramid Lake Paiute Tribe v. U.S.*
Dep’t of Navy, 898 F.2d 1410, 1415 (1980); *Wild Fish Conservancy v. Salazar*,

1 628 F.3d 513, 532 (9th Cir. 2010). Here the Department forwarded the County's
2 submissions to the Air Force and, lacking independent authority to modify FAFB's
3 APZs, relied on the Air Force's decision not to modify the APZs. No more was
4 required of the Department.

5 **3. The Department's mitigation conclusions were reasonable.**

6 The Department also reasonably concluded that any negative impacts on the
7 County would be mitigated. The County argues that the Department's decision
8 was unreasonable because the County has refused to accept funds from the City or
9 negotiate a new agreement after terminating the Interlocal Agreement. ECF No.
10 114 at 31–36. This argument is specious. The County's political decisions do not
11 impact the validity of the Department's conclusions. Nor did the Department rely
12 solely on the Interlocal Agreement to conclude that impacts would be mitigated.
13 *See* ECF No. 98 at 54–55; ECF No. 96 at 18–19, 46–47; AR 63848 (noting that
14 Tribe will make various financial contributions to offset casino impacts, including
15 contributions to “Impact Mitigation Fund” “for purposes of providing assistance to
16 non-tribal service agencies”).

17 Further, both IGRA and NEPA require the Department to consider
18 mitigation, but neither requires that all impacts in fact be mitigated. 25 C.F.R.
19 § 292.18(d); *Stand Up*, 879 F.3d at 1187 (approving district court's findings that
20 “[a]ll new commercial developments are bound to entail some [unmitigated]

1 costs”). The Department discussed mitigation including “identification of sources
2 of revenue to mitigate” impacts. 25 C.F.R. § 292.18(d). That the County refuses
3 to accept revenue does not create an Administrative Procedure Act violation.

4 The County also now argues that the Department had an obligation to
5 question the Interlocal Agreement in which the County agreed to remain neutral
6 about the Tribe’s proposed casino. ECF No. 114 at 31. Neither NEPA nor the
7 APA contain any requirement for the Department to look behind an agreement into
8 which the County voluntarily entered, and courts are not free to impose additional
9 requirements beyond those in the statutes’ plain language. *See Earth Island Inst. v.*
10 *U.S. Forest Serv.*, 697 F.3d 1010, 1020 (9th Cir. 2012) (“As a general rule, courts
11 should not impose new requirements on agencies not imposed by the APA or a
12 substantive statute.” (citing *Vt. Yankee*, 435 U.S. at 549); *see also Kleppe v. Sierra*
13 *Club*, 427 U.S. 390, 405–06 (1976) (holding that NEPA’s only procedural
14 requirements are those stated in plain language in the Act). The County’s
15 argument should be rejected.

16 III. CONCLUSION

17 For the above stated reasons, Plaintiffs’ motions for summary judgment
18 should be denied and Defendants’ cross-motions should be granted.
19
20

1 Respectfully submitted on this 30th day of May, 2019.

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CERTIFICATE OF SERVICE

I hereby certify that on May 30, 2019, I electronically filed the foregoing with the Clerk of the Court using the CM/ECF System, which in turn automatically generated a Notice of Electronic Filing (“NEF”) to all parties in the case who are registered users of the CM/ECF system. The NEF for the foregoing specifically identifies recipients of electronic notice.

I hereby certify that there appear to be no non-CM/ECF participants not represented by counsel in this case who require service by mail.

DATED this 30th day of May, 2019.

/s/ Devon Lehman McCune _____
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Senior Attorney