

GOVERNOR GREG ABBOTT

June 27, 2022

The Honorable Joseph R. Biden, Jr. President of the United States
The White House
1600 Pennsylvania Avenue NW
Washington DC, 20500-0005

Dear Mr. President:

While you express concern about out-of-control gas prices, your Environmental Protection Agency (EPA) is threatening to increase them even further. The EPA has begun a process that, if finalized, would jeopardize the production of 95,000,000 gallons of gasoline per day—25 percent of our nation's supply. The EPA's process could interfere in the production of oil in Texas which could lead to skyrocketing prices at the pump by reducing production, increase the cost of that production, or do both.

Your administration's announced action is completely discretionary. Thus, you have the power to stop it. If you do not, this action alone might serve as a catalyst for economic harm leading to an even deeper reliance on imported foreign energy and a faster economic decline into the pending recession by forcing even more pain for American consumers to pay at the pump.

You say that you want "to bring refineries back online to get more gas to the pump at lower prices." *See* Remarks, March 31, 2022. That goal—shared by Americans—could be thwarted if the EPA is allowed to move forward with its discretionary regulatory process.

If Americans are to take you at your word, you will intervene and halt the EPA's administrative process that could lead to higher gasoline prices, not to mention the hundreds of thousands of good paying jobs that would be put at risk.

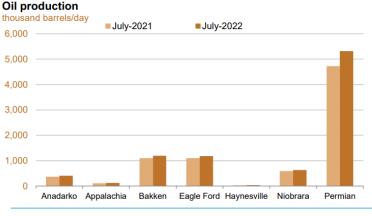
Your fellow Americans are counting on you.

You can either stand with Americans by working to reduce gas prices, or you can side with arbitrary and discretionary EPA bureaucrats who could impair oil production and jobs in the Permian Basin.

I will choose the American people and my fellow Texans who are working to fuel our country.

Here is the problem: The EPA recently announced that that it may impose a "discretionary redesignation" of the Permian Basin. *See* 40 C.F.R. part 81. This action could result in draconian regulations imposed by the EPA that would directly attack America's most prolific oil field.

The Permian—most of which is located in Texas—accounts for approximately 40 percent of all oil produced in the U.S. According to U.S. Energy Information Administration data, Permian producers in Texas and New Mexico are responsible for 5.2 million barrels of oil per day—which can be processed into about 95,000,000 gallons of gasoline a day. On average, the U.S. consumes 369,000,000 gallons per day. If you let the EPA move forward with the untimely and unnecessary measures that accompany redesignation, that action will put at risk 25 percent of American oil supply. That, in turn, could substantially increase the cost of gasoline.



U. S. Energy Information Administration | Drilling Productivity Report

Because time is of the essence in these EPA proceedings, I must hear back from you by July 29, 2022. If the EPA's proposed redesignation is not suspended by that date, Texas will take the action needed to protect the production of oil—and the gasoline that comes from it.

Sincerely,

Greg Abbott

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