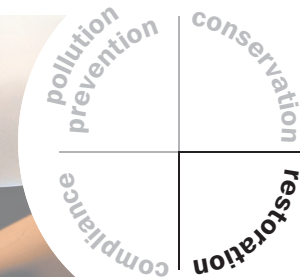


# APPENDIX O

## COST RECOVERY STATUS



The Department of Defense (DoD) seeks to recover response costs for contamination caused by the actions of other parties. According to DoD policy, as stated in a February 27, 1998, memorandum, each Component is required to identify all opportunities for recovering environmental restoration costs from, or sharing such costs with, DoD contractors and other parties, public and private, that may have contributed to environmental contamination at DoD sites.

Components must also investigate each activity in which cost recovery for cost sharing may be possible to determine whether the likelihood of recovering or sharing costs outweighs the expense associated with pursuing such an action. Finally, if cost-recovery and cost-sharing activities appear to be potentially cost-effective, Components must pursue such activities to the extent practicable by:

- Obtaining all relevant data
- Identifying any defense contractor negligence or other misconduct that may limit or negate DoD's obligation to indemnify or reimburse the contractor for the costs of environmental restoration at a DoD site
- Initiating actions, where appropriate, to recover environmental restoration costs incurred, or to be incurred, by the Department.

The Defense Environmental Restoration Program Management Guidance states, "As a matter of policy, Components should pursue recovery of response costs of \$50,000 or more." Components are authorized to credit the amount recovered for response costs to their Environmental Restoration Accounts. The status of the Components' cost recovery actions is provided in Figure O-1.

**Figure O-1  
Component Cost Recovery Efforts for Fiscal Year 2004**

Installation Name	Location	Cost Action	Status and Explanation (where applicable)	Amount Recovered/ Shared in FY2004	Amount Recovered/ Shared Cumulative through FY2004	Cost to Pursue Action in FY2004	Cost to Pursue Action Cumulative through FY2004
<b>Army</b>							
Rocky Mountain Arsenal	Adams County, CO	Cost Recovery	Underway	\$6,943,866	\$181,831,580	Unknown	Unknown
Rocky Mountain Arsenal	Adams County, CO	Cost Shared	Underway	\$8,494,647	\$269,498,047	Unknown	Unknown
Twin Cities AAP	Arden Hills, MN	Cost Recovery	Complete	\$0	\$3,900,000	Unknown	Unknown
Twin Cities AAP	Arden Hills, MN	Cost Shared	Underway	\$150,000	\$1,140,478	Unknown	Unknown
<b>Navy</b>							
NWIRP Bethpage	Bethpage, NY	Cost Recovery and Sharing	Underway	Shared: \$2,620,000	Shared: \$24,761,000	\$198,907	\$377,227
NWIRP Fridley	Fridley, MN	Cost Recovery and Sharing	Underway	\$0	\$0	\$281,829	\$397,719
NWIRP Toledo	Toledo, OH	Cost Recovery and Sharing	Underway	\$0	\$0	\$9,750	\$15,230
NWIRP McGregor	McGregor, TX	Cost Recovery and Sharing	Underway	\$0	Unknown at this time. Records not immediately accessible.	\$221,983	\$355,243
NWIRP McGregor (SWMU 6-Pesticide Dump)	McGregor, TX	Cost Sharing	Complete	Sharing: \$0	Sharing: PRP incurred pesticide cleanup costs of \$2,500,000	\$0	\$10,000
NWIRP Dallas	Dallas, TX	Cost Recovery and Sharing	Underway	\$0	Unknown at this time. Records not immediately accessible.	\$218,779	\$341,799
NWIRP Calverton	Calverton, NY	Cost Recovery and Sharing	Underway	\$0	\$31,000	\$3,728	\$18,358
NWIRP Bloomfield	Bloomfield, CT	Cost Recovery and Sharing	Underway	Sharing: TBD*	Sharing: TBD*	\$5,190	\$20,370
NWIRP Bedford	Bedford, MA	Cost Recovery and Sharing	Underway	\$0	\$0	\$3,728	\$9,208
NIROP Bristol	Bristol, TN	Cost Recovery and Sharing	Underway	\$0	\$0	\$3,728	\$4,908

Installation Name	Location	Cost Action	Status and Explanation (where applicable)	Amount Recovered/ Shared in FY2004	Amount Recovered/ Shared Cumulative through FY2004	Cost to Pursue Action in FY2004	Cost to Pursue Action Cumulative through FY2004
Allegany Ballistics Lab (settling PRP)	Rocket Center, WV	Cost Sharing	Underway	Sharing: \$980	Sharing: \$197,079	\$2,340	\$5,410
Allegany Ballistics Lab (non- settling PRPs)	Rocket Center, WV	Cost Recovery and Sharing	Underway	\$0	\$0	\$196,740	\$397,921
Great Lakes NTC, Pettibone Creek	Great Lakes, IL	Cost Recovery and Sharing	Achieved settlement with one bankrupt PRP, resulting in right to less than \$50K in cash, but future insurance proceeds up to \$8.4M. Other recovery underway.	\$0	\$0	\$73,488	\$242,828
Pearl Harbor Naval Complex, former Oahu Sugar Site	Honolulu, HI	Cost Sharing	Underway	Unknown at this time, although PRP is performing site investigation.	Unknown at this time, although PRP is performing site investigation.	\$43,661	\$184,801
Pearl Harbor Naval Complex, Waipahu Ash Landfill	Honolulu, HI	Cost Sharing	Underway	Sharing: \$25,000	Sharing: \$1,720,000	\$17,593	\$130,173
NAS Oceana, Oceana Salvage Site	Virginia Beach, VA	Cost Sharing	Underway	\$0	Unknown	\$1,358	\$2,538
Concord Naval Weapons Station	Concord, CA	Cost Recovery and Sharing	Complete	\$0	Cost Recovery and Sharing: \$12,166,604	\$0	Unknown. Settlements occurred in early 90s.
Naval Weapons Station Seal Beach (Site 22 Oil Island)	Seal Beach, CA	Cost Sharing	Underway	\$0	\$90,000	Unknown, but <i>de minimis</i>	Unknown. Site-specific cost records not kept.
Naval Weapons Station Seal Beach (Site 70 RT&E Area)	Seal Beach, CA	Cost Recovery and Sharing	Underway	\$0	\$0	\$0	\$18,000
MCLB Barstow, MTBE Site	Barstow, CA	Cost Recovery and Sharing	Underway	\$0	\$0	\$6,550	\$9,620
<b>Air Force</b>							
Air Force Plant No. 3	Tulsa, OK	N/A**	Underway	\$0	\$0	N/A**	N/A**
Air Force Plant No. 36	Evansdale, OH	N/A**	Underway	\$0	\$0	N/A**	N/A**
Air Force Plant No. 4	Fort Worth, TX	N/A**	Underway	\$0	\$0	\$0	\$0
Air Force Plant No. 42	Palmdale, CA	N/A**	Underway	\$0	\$0	\$0	\$0

Installation Name	Location	Cost Action	Status and Explanation (where applicable)	Amount Recovered/ Shared in FY2004	Amount Recovered/ Shared Cumulative through FY2004	Cost to Pursue Action in FY2004	Cost to Pursue Action Cumulative through FY2004
Air Force Plant No. 44	Tucson, AZ	N/A**	Underway	\$0	\$0	\$28,000	\$335,067
Air Force Plant No. 59	Johnson City, NY	N/A**	Underway	\$0	\$0	\$0	\$331,000
Air Force Plant No. 6	Marietta, GA	N/A**	Underway	\$0	\$0	\$0	\$0
Air Force Plant No. 78	Bringham City, UT	N/A**	Complete	N/A**	\$500,000	\$0	\$0
Air Force Plant No. 85	Columbus, OH	N/A**	Underway	\$0	\$0	N/A**	N/A**
Air Force Plant PJKS	Littleton, CO	N/A**	Complete	\$0	\$1,400,000	\$0	\$0
Altus	Altus, OK	N/A**	Underway	\$0	\$0	\$0	\$0
Andrews Air Force Base	Camp Springs, MD	N/A**	No cost to be recovered.				
Arnold Air Force Base	Tullahoma, TN	N/A**	Not Feasible	\$0	\$0	\$0	\$0
Brandywine Defense Reutilization and Marketing Office	Brandywine, MD	N/A**	Not Feasible. The other agency would be the Navy or DLA. Since it is within DOD, and difficult to prove, there is no interest in pursuing this further.	\$0	\$0	\$0	\$0
Kelly Air Force Base	San Antonio, TX	Cost Recovery	Underway	\$0	\$0	\$0	\$2,800,000
Kirtland Air Force Base	Albuquerque, NM	N/A**	No cost to be recovered.	N/A**	N/A**	N/A**	N/A**
Cape Lisburne	Anchorage, AK	N/A**	Complete	\$50,000	\$0	\$5,000	\$5,000
Little Rock	Little Rock, AR	N/A**	Underway	\$0	\$0	Unknown	Amount unknown. Contract being developed. Anticipated award by FY2005.
Massachusetts Military Reservation (MMR)	Falmouth, MA	N/A**	Underway	\$0	\$0	TBD*	TBD*
<b>DLA</b>							
DSC Philadelphia	Philadelphia, PA	Cost Recovery	Underway	\$0	\$0	\$982,500	\$982,500

\* TBD = To be determined

\*\*N/A = Not available