

Appendix L: Cost Recovery Status

RESTORATION

The Department of Defense (DoD) seeks to recover response costs for contamination caused by the actions of other parties. As stated in a February 27, 1998, memorandum, Components are required to annually identify opportunities to recover or share environmental restoration response costs from DoD contractors and other parties, both public and private, that may have contributed to contamination at current and former defense properties.

Components must also investigate each activity in which cost recovery or sharing may be possible, to determine whether the potential of recovering or sharing costs outweighs the expense associated with pursuing a recovery action. If cost-recovery or cost-sharing activities appear to be 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 L-1.

**Figure L-1
Component Cost Recovery Efforts in FY2005**

Installation Name	Location	Cost Action	Status	Amount Recovered/ Shared in FY2005	Cumulative Amount Recovered/Shared through FY2005	Cost to Pursue Action in FY2005	Cumulative Cost to Pursue Action through FY2005
Army							
Rocky Mountain Arsenal	Adams County, CO	Cost Recovery	Underway	\$5,687,518	\$187,519,098	Not Available	Not Available
Rocky Mountain Arsenal	Adams County, CO	Cost Sharing	Underway	\$8,660,319	\$278,158,366	Not Available	Not Available
Twin Cities AAP	Arden Hills, MN	Cost Recovery	Complete	\$3,900,000	\$3,900,000	Not Available	Not Available
Twin Cities AAP	Arden Hills, MN	Cost Sharing	Underway	\$150,000	\$1,640,478	Not Available	Not Available

**Figure L-1
Component Cost Recovery Efforts in FY2005**

Installation Name	Location	Cost Action	Status	Amount Recovered/ Shared in FY2005	Cumulative Amount Recovered/Shared through FY2005	Cost to Pursue Action in FY2005	Cumulative Cost to Pursue Action through FY2005
Navy							
Allegany Ballistics Lab (settling PRP)	Rocket Center, WV	Cost Sharing	Underway	Shared: \$0	Shared: \$197,079	\$207	\$5,617
NWIRP Bethpage	Bethpage, NY	Cost Recovery and Sharing	Underway	Shared: \$3,386,000	Shared: \$28,147,000	\$81,447	\$485,722
Pearl Harbor Naval Complex, Waipahu Ash Landfill	Honolulu, HI	Cost Sharing	Underway	Shared: \$10,000	Shared: \$1,505,000	\$17,736	\$147,330
Air Force							
Air Force Plant PJKS	Littleton, CO	Cost Recovery	Complete	\$350,000	\$2,100,000	\$0	\$330,000
Grissom	Peru, IN	Cost Recovery	Underway	\$0	\$0	\$0	\$0
FUDS							
Nebraska Ordnance Plant	Mead, NE	Cost Recovery	Underway	\$0	\$0	Not Available	Not Available
Blaine Naval Ammunition Depot	Hastings, NE	Cost Recovery	Underway	\$0	\$0	Not Available	Not Available