



# United States Department of the Interior

BUREAU OF RECLAMATION  
Mid-Pacific Regional Office  
2800 Cottage Way  
Sacramento, CA 95825-1898

IN REPLY REFER TO:

MP-3000  
FIN-6.20

APR 18 2016

Mr. Lawrence Kogan  
The Kogan Law Group, P.C.  
100 United Nations Plaza  
Suite #14F  
New York, NY 10017

Subject: Response to Request for Statements of Project Construction Cost Recovery (SPCCR)  
for the Klamath Project for Fiscal Years 2001 – 2015.

Dear Mr. Kogan:

By email on March 23, 2016, you requested, on behalf of Klamath Irrigation District, immediate access to, or copies of, all SPCCRs for the Klamath Project for fiscal years 2001 – 2015. You have correctly identified, based on a General Accounting Office (GAO) Report issued in September 2014, that an SPCCR for the Klamath Project has not been completed since fiscal year 2001; therefore, SPCCRs are not available to provide for the period of time that you have requested. As stated in the GAO report, SPCCRs have not been completed due to pending guidance regarding the application of lease land revenues to offset reimbursable costs that are to be allocated to Project contractors within the Klamath Project for repayment. Another factor that has contributed to the delay in completing SPCCRs is that, in 2010, some of the Klamath Project contractors disputed the inclusion of Endangered Species Act (ESA) costs as a reimbursable obligation for repayment. Resolution of these issues was included in the Klamath Basin Restoration Agreement (KBRA) and its implementation required Congressional approval. Recently, the KBRA expired due to lack of such Congressional approval and Reclamation is now reengaging in the process of reviewing and reconciling the SPCCRs.

Reclamation recognizes the need for completed SPCCRs for the Klamath Project which identify costs and project repayment on a District and/or contract level. Currently this effort is receiving focused attention within the Mid-Pacific Region. The Financial Management Division and the Klamath Basin Area Office are coordinating efforts for the completion of the SPCCRs. Once completed, the SPCCRs will be shared with all Project contractors within the Klamath Project.

If you have any further questions, please contact Ms. Autumn Wolfe, at [awolfe@usbr.gov](mailto:awolfe@usbr.gov) or 916-978-5391.

Sincerely,

A handwritten signature in blue ink, appearing to read "Rodney D. Whitfield", with a long horizontal flourish extending to the right.

Rodney D. Whitfield  
Financial Manager