

The Secretary of Energy

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Washington, DC 20585

October 10, 1997

The Honorable William S. Cohen Secretary of Defense Washington, D.C. 20301

Dear Mr. Secretary:

The Congress recently sent to the President for signature the Energy and Water Development Appropriations Act, 1998. Among other provisions, this bill would immediately transfer responsibility for the Formerly Utilized Sites Remedial Action Program (FUSRAP) from the Department of Energy to the United States Army Corps of Engineers. Assuming that this transfer becomes law, but without prejudging the President's decision, the Department of Energy will work with the Corps to ensure a prompt and smooth transition, consistent with the wishes of the Congress.

Should this provision become law, the Department of Energy's lands, property access rights, cleanup responsibilities, claims and liabilities related to FUSRAP will transfer to the Corps by operation of law. A list of affected sites, including currently known potential sites and completed sites (some of which require continued monitoring and other activities) is enclosed. A number of legal instruments, such as environmental permits and cleanup agreements established with the Environmental Protection Agency and state regulators for various FUSRAP sites, will need to reflect the Corps' role as successor to the Department of Energy. I have directed my staff to work with the Corps and regulatory agencies to ensure that these conforming changes are completed as quickly as possible.

In the conference report accompanying this legislation, the Congress recognized that FUSRAP is conducted for the Department of Energy by contractors, and expressed the expectation that the program would continue within the existing contract framework during the terms of the current contracts, with minimal disruption in operations. To facilitate that goal, I have directed the Manager of the Department's Oak Ridge Operations Office to assign the FUSRAP contracts to the Corps if, and as soon as, the transfer is signed into law. The Department is close to a final settlement with W. R. Grace & Co. regarding Grace's liability for cleanup costs at the Wayne, New Jersey, FUSRAP site. The transfer of the program means it will no longer be appropriate for the Department to continue these negotiations. Our Office of General Counsel is prepared to brief your lawyers on the status of the negotiations with Grace so that the Corps can, if it wishes, promptly conclude those negotiations.

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Although I did not support the proposal to transfer responsibility for FUSRAP from the Department of Energy to the Corps, I want to assure you that the Department stands ready to assist the Corps in assuming its new responsibility with the dispatch and efficiency anticipated by the Congress. I have asked Deputy Secretary Elizabeth A. Moler to lead the Department's efforts in this regard. She may be reached at 202-586-5500.

Sincerely,

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Enclosure

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FORMERLY UTILIZED SITES REMEDIAL ACTION PROGRAM (FUSRAP)

Current Sites

Site Name

Latty Ave. Properties St. Louis Airport Vicinity Properties St. Louis Downtown Site DuPont Maywood Wayne Middlesex Sampling Plant Ashland 1 Ashland 2 Seaway Industrial Park Linde Air Products. Niagara Falls Storage Site Colonie Bliss & Laughlin Steel Luckey Painesville CE Site Madison Shpack Landfill W.R. Grace

<u>City and State</u>

Hazelwood, Missouri St. Louis, Missouri Hazelwood & Berkeley, Missouri St. Louis, Missouri Deepwater, New Jersey Maywood, New Jersey Wayne, New Jersey Middlesex, New Jersey Tonawanda, New York Tonawanda, New York Tonawanda, New York Tonawanda, New York Lewiston, New York Colonie, New York Buffalo, New York Luckey, Ohio Painesville, Ohio Windsor, Connecticut Madison, Illinois Norton, Massachusetts Curtis Bay, Maryland

Currently Known Potential New Sites

<u>Site Name</u>

Apollo-Parks Township Clevite D.H. Makepeace Metals & Controls Sylvania Corning Harshaw Bloomfield Electromet Simond Saw (Guterl Steel) Superior Steel

City and State

Apollo, Pennsylvania Cleveland, Ohio Massachusetts Attleboro, Massachusetts Bayside, New York Cleveland, Ohio Bloomfield, New Jersey Niagara, New York Lockport, New York Pittsburgh, Pennsylvania Magnus Metal Colorado School of Mines Horizons CANEL Facility Fansteel Metallurgical Corp. Bendix-Eclipse-Pioneer West Lake Landfill University of Rochester

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Cincinnati, Ohio Golden, Colorado Cleveland, Ohio Middletown, Connecticut Chicago, Illinois Teterboro, New Jersey Bridgeton, Missouri Rochester, New York

Completed Sites

Site Name

Kellex/Pierpont Acid/Pueblo Canyon Bayo Canyon* University of California Chupadera Mesa

Middlesex Municipal Landfill Niagara Falls Storage Site Vicinity Properties* University of Chicago National Guard Armory Albany Research Center Elza Gate Seymour Specialty Wire Baker & Williams Warehouses Granite City Steel Aliquippa Forge C.H. Schnoor Alba Craft Laboratory HHM Safe Company Associate Aircraft B & T Metals* Baker Brothers* General Motors* Chapman Valve* Ventron* New Brunswick Laboratory*

City and State

Jersey City, New Jersey Los Alamos, New Mexico Los Alamos, New Mexico Berkeley, California White Sands Missile Range, New Mexico Middlesex, New Jersey

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Lewiston, New York Chicago, Illinois Chicago, Illinois Albany, Oregon Oak Ridge, Tennessee Seymour, Connecticut New York, New York Granite City, Illinois Aliquippa, Pennsylvania Springdale, Pennsylvania Oxford, Ohio Hamilton, Ohio Fairfield, Ohio Columbus, Ohio Toledo, Ohio Adrian, Michigan Indian Orchard, Massachusetts Beverly. Massachusetts New Brunswick, New Jersey

* Administrative activities, surveillance and maintenance, or other activities are still needed at these sites.