

DEC 30 1999

MP-190
PRJ-5.00

Tehama-Colusa Canal Authority
Attention: Mr. Arthur R. Bullock
General Manager and Chief Engineer
P.O. Box 1025
Willows, California 95988

Subject: Modification to Scope of Work on Proposal 99-A105, Fish Passage Improvement Project at the Red Bluff Diversion Dam, Phase II, CALFED Tracking Number 99-B07 (reference your letter dated December 6, 1999)

Ladies and Gentlemen:

Your request for a modification in the scope of work awarded by CALFED on August 24, 1999, is denied at this time. This award letter is very specific as to the award amount and the scope of work that will be included in any future grant with Reclamation. Therefore, the grant in the form of a cooperative agreement can only be written for the amount of \$1,000,000.00 and shall include only Tasks 1 through 3 from your proposal. It is also noted that the award letter specified that the City of Red Bluff and boating interests shall be included in the alternative selection process.

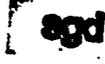
As you pointed out in your proposal on page 6 under "Proposed Scope of Work for Phase II," the NEPA/CEQA process beginning with Task 4 can be delayed. The one-year delay in implementation of this project, as projected in your letter of December 6, 1999, may allow all stakeholders to participate in the selection of the best alternative. By including all stakeholders into the selection process, time may be saved during the EIR public comment period and allow for a greater savings of time in the long run.

Once we have a cooperative agreement executed for the award amount and scope, you may wish to revisit this subject. Your proposed change in the scope of work could be addressed as a modification under the cooperative agreement, however, the process will require an extensive

A. Bullock #5

review by CALFED. If you have any questions regarding this subject and/or the cooperative agreement process, please contact Mr. Carl Werder at 916/978-5521 (TDD 916/978-5608).

Sincerely,

 **Susan Ramos**

Susan Ramos
CALFED Coordination Officer

cc: Mr. Peter Jacobsen
CALFED Bay-Delta Program
1416 Ninth Street, Suite 1155
Sacramento, California 95814

I:\contract\1999\B07\denial-ltr.wpd