



United States Department of the Interior

BUREAU OF RECLAMATION
Great Plains Regional Office
P.O. Box 36900
Billings, MT 59107-6900

IN REPLY REFER TO:

GP-4100
2.2.4.22 (WTR-4.00)

SEP 26 2017

Margie C. Rose, City Manager
City of Corpus Christi
P.O. Box 9277
Corpus Christi, Texas 78469-9277

Subject: Repayment Obligation of the City of Corpus Christi (City) and the Nueces River Authority under Contract No. 6-07-01-X0675, as amended, Nueces River Project, Texas

Dear Ms. Rose:

This letter is in response to the request made by Norton, Rose, and Fulbright on behalf of the City for the final outstanding repayment balance under the subject repayment contract. Interest accrues annually at the rate of 5.116%, so based on the outstanding balance the daily interest component is \$5,915.94 (\$42,207,146.50 X 5.116%/365 days). Daily interest will need to be added to the outstanding balance up to the date payment is made in full to the Bureau of Reclamation. Additionally, incidental revenues collected from July 1, 2017, will need to be subtracted from the balance.

The payoff amount shall be remitted to the Bureau of Reclamation at:

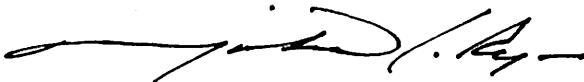
P.O. Box 301506
Los Angeles, CA 90030-1506

Upon receipt of full payment, the City will have fulfilled its repayment obligation to the United States for the reimbursable Project construction costs under Contract 6-07-01-X0675, as amended. An acknowledgement letter of payment received will be sent after verification of full payment being received.

Public Law 93-493 (88 Stat. 1496) authorized the Nueces River Project for the principle purposes of: storing, regulating, and furnishing water for municipal and industrial use, conserving and developing fish and wildlife resources and providing outdoor recreation opportunities. Upon complete payment of the obligation assumed, including appropriate interest charges, the City of Corpus Christi and the Nueces River Authority, as the contracting entities, shall continue to have the right to use the reservoir and related facilities of the Nueces River Project in accordance with the contract. Title to the Project works shall remain with the United States unless otherwise authorized by Congress.

Once the City has determined a proposed payout date, please coordinate with Ms. Pam Rohde, Supervisory Accountant, to obtain the final payout after adjusting for additional days of interest and any incidental revenues received since July 1, 2017. Ms. Rohde can be reached at 406-247-7675 or prohde@usbr.gov if you have any questions or need additional information.

Sincerely,



Michael J. Ryan
Regional Director

cc: Constance P. Sanchez, Director of Finance
City of Corpus Christi
P.O. Box 9277
Corpus Christi, Texas 78469-9277

Con Mims, Executive Director
Nueces River Authority
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