INITIAL STATEMENT OF REASONS

“Substantially Damaged Consistency Amendments”

INTRODUCTION INCLUDING PUBLIC PROBLEM, ADMINISTRATIVE REQUIREMENT, OR OTHER CONDITION OR CIRCUMSTANCE THE REGULATION IS INTENDED TO ADDRESS (pursuant to GC § 11346.2(b)(1))...NECESSITY (pursuant to GC § 11346.2(b)(1) and 11349(a))....BENEFITS (pursuant to GC § 11346.2(b)(1))

Pursuant to the Z'berg-Nejedly Forest Practice Act of 1973, PRC § 4511, et seq. (FPA) the State Board of Forestry and Fire Protection (Board) is authorized to construct a system of forest practice regulations applicable to timber management on state and private timberlands.

PRC § 4551 requires the Board to “…adopt district forest practice rules… to ensure the continuous growing and harvesting of commercial forest tree species and to protect the soil, air, fish, wildlife, and water resources…” and PRC § 4553 requires the Board to continuously review the rules in consultation with other interests and make appropriate revisions.

Furthermore, PRC § 4551.5 requires that these regulations adopted by the Board “…apply to the conduct of timber operations and shall include, but shall not be limited to, measures for fire prevention and control, for soil erosion control, for site preparation that involves disturbance of soil or burning of vegetation following timber harvesting activities, for water quality and watershed control, for flood control, for stocking, for protection against timber operations that unnecessarily destroy young timber growth or timber productivity of the soil, for prevention and control of damage by forest insects, pests, and disease…”.

These regulations for the Southern Subdistrict of the Coast Forest District (14 CCR § 895.1)(Southern Subdistrict) include “Special Harvesting Methods” (14 CCR § 913.8), which identifies, among other requirements, stocking and retention requirements for Timber Operations conducted within the Southern Subdistrict. These requirements are introduced in the section with the statement “[o]nly the following regeneration methods and stocking requirements shall apply in the Southern Subdistrict of the Coast Forest District.”

Substantially Damaged Timberlands are defined within the Forest Practice Rules as follows:
“…areas of Timberland where wildfire, insects, disease, wind, flood, or other blight caused by an act of God occurs after January 1, 1976 and the damage reduced Stocking below the requirements of PRC § 4561 or other higher minimum Stocking requirements that may be applicable under Articles 3 and 11 of Subchapter 4, Article 3 of Subchapter 5, and Articles 3 and 11 of Subchapter 6.” (14 CCR § 895.1).

The problem is that, between these two provisions (14 CCR §§ 895.1 and 913.8), there exists an issue of clarity and consistency regarding what stocking requirements apply on Substantially Damaged Timberlands within the Southern Subdistrict of the Coast Forest District.

The regulations related to Substantially Damaged Timberlands exist within 14 CCR § 1080 et seq. and include, among other requirements, Stocking standards where “…substantial damage has occurred prior to the start of Timber Operations, or where such damage has occurred following the start of Timber Operations but before a stocking report has been submitted or approved by the Director…” (14 CCR § 1080.1(a)).

The modern language of the definition for Substantially Damaged Timberlands was adopted in 1983 to address, in part, certain situations such as (from Board Rulemaking File 53, p. 22), “…an area is being harvested and a wildfire destroys stocking before timber operations are complete and before a stocking report can be filed. Under current regulations the land must still meet minimum stocking standards. Landowners, despite the fact that their land was satisfactorily stocked before the fire, must spend money to restock the land. This can be a special burden on low site lands where the economic returns to planting investments are marginal at best.”

Provided that a state of Substantial Damage to timberlands can certainly include those timberlands within the Southern Subdistrict, as evident through the fire conditions of 2020, and the understanding that the Substantially Damaged Timberland regulations were adopted to address situations which could occur within the Southern Subdistrict (14 CCR § 913.8 exists within Article 3 of Subchapter 4, as identified within the definition for Substantially Damaged Timberland), the ability to classify lands as Substantially Damaged Timberlands requires clarification within 14 CCR § 913.8.

The purpose of the proposed action is to amend regulations related to regeneration methods and stocking requirements within the Southern Subdistrict to clarify that the standards for Substantially Damaged Timberlands, which exist within Article 6 of Subchapter 7 of Chapter 4 of Division 1.5 of Title 14, are applicable within the Southern Subdistrict.

The effect of the proposed action is to provide clear regulations regarding the applicability of the standards contained in the rules related to substantially damaged timberlands within the geographic region of the Southern Subdistrict.
The **benefit** of the proposed action is a clear an enforceable regulatory scheme related to the standards of stocking and regeneration as applicable within the Southern Subdistrict.

**SPECIFIC PURPOSE OF EACH ADOPTION, AMENDMENT OR REPEAL (pursuant to GOV § 11346.2(b)(1)) AND THE RATIONALE FOR THE AGENCY’S DETERMINATION THAT EACH ADOPTION, AMENDMENT OR REPEAL IS REASONABLY NECESSARY TO CARRY OUT THE PURPOSE(S) OF THE STATUTE(S) OR OTHER PROVISIONS OF LAW THAT THE ACTION IS IMPLEMENTING, INTERPRETING OR MAKING SPECIFIC AND TO ADDRESS THE PROBLEM FOR WHICH IT IS PROPOSED (pursuant to GOV §§ 11346.2(b)(1) and 11349(a) and 1 CCR § 10(b)). Note: For each adoption, amendment, or repeal provide the problem, purpose and necessity.**

The Board is proposing action to amend 14 CCR § 913.8.

**Amend § 913.8. Special Harvesting Methods for Southern Subdistrict.**
The proposed action states that regulations related to Substantially Damaged Timberlands within Article 6 of Subchapter 7 of the Forest Practice Rules chapter (Chapter 4 of Division 1.5 of Title 14, California Code of Regulations) are applicable within the Southern Subdistrict of the Coast Forest District. The purpose of this amendment is to clarify the applicability of these regulations within the Southern Subdistrict, which may be impacted by fire or other factors which may result in damage. This amendment is necessary to improve the clarity and consistency of the rules related to the Southern Subdistrict and the stocking standards therein.

**ECONOMIC IMPACT ANALYSIS (pursuant to GOV § 11346.3(b)(1)(A)-(D) and provided pursuant to 11346.3(a)(3))**
The effect of the proposed action is to provide clear regulations regarding the applicability of the standards contained in the rules related to substantially damaged timberlands within the geographic region of the Southern Subdistrict.

The regulations related to substantially damaged timberland, and the clarification of their applicability in the Southern Subdistrict in the proposed action represent a continuation of existing rules related to stocking and regenerations standards and requirements within the Forest Practice Rules. There is no economic impact associated with the proposed action.

**Creation or Elimination of Jobs within the State of California**
The proposed action does not mandate any action on behalf of the regulated public, and represents a continuation of existing forest practice regulations. It is anticipated that any firms or jobs which exist to engage in this work will not be affected. No creation or elimination of jobs will occur.
Creation of New or Elimination of Businesses within the State of California
The regulatory amendments as proposed represent a continuation of existing forest practice regulations and are intended to clarify their application. Given that the businesses which would be affected by these regulations are already extant, it is expected that proposed regulation will neither create new businesses nor eliminate existing businesses in the State of California.

Expansion of Businesses Currently Doing Business within the State of California
The regulatory amendments as proposed represent a continuation of existing forest practice regulations and are intended to clarify their application. The proposed regulation will not result in the expansion of businesses currently doing business within the State.

Benefits of the Regulations to the Health and Welfare of California Residents, Worker Safety, and the State’s Environment
The benefit of the proposed action is a clear and enforceable regulatory scheme related to the standards of stocking and regeneration as applicable within the Southern Subdistrict.

Business Reporting Requirement (pursuant to GOV § 11346.5(a)(11) and GOV § 11346.3(d))
The proposed regulation does not require a business reporting requirement.

STATEMENTS OF THE RESULTS OF THE ECONOMIC IMPACT ASSESSMENT (EIA)
The results of the economic impact assessment are provided below pursuant to GOV § 11346.5(a)(10) and prepared pursuant to GOV § 11346.3(b)(1)(A)-(D). The proposed action:
• Will not create jobs within California (GOV § 11346.3(b)(1)(A)).
• Will not eliminate jobs within California (GOV § 11346.3(b)(1)(A)).
• Will not create new businesses (GOV § 11346.3(b)(1)(B)).
• Will not eliminate existing businesses within California (GOV § 11346.3(b)(1)(B)).
• Will not affect the expansion or contraction of businesses currently doing business within California (GOV § 11346.3(b)(1)(C)).
• Will yield nonmonetary benefits (GOV § 11346.3(b)(1)(D)). For additional information on the benefits of the proposed regulation, please see anticipated benefits found under the “Introduction Including Public Problem, Administrative Requirement, or Other Condition or Circumstance the Regulation is Intended to Address”.

TECHNICAL, THEORETICAL, AND/OR EMPIRICAL STUDY, REPORT, OR SIMILAR DOCUMENT RELIED UPON (pursuant to GOV SECTION 11346.2(b)(3))
The Board of Forestry and Fire Protection relied on the following list of technical, theoretical, and/or empirical studies, reports or similar documents to develop the proposed action:
REASONABLE ALTERNATIVES TO THE PROPOSED ACTION CONSIDERED BY THE BOARD, IF ANY, INCLUDING THE FOLLOWING AND THE BOARD’S REASONS FOR REJECTING THOSE ALTERNATIVES (pursuant to GOV § 11346.2(b)(4)(A) and (B)):

- ALTERNATIVES THAT WOULD LESSEN ANY ADVERSE IMPACTS ON SMALL BUSINESS AND/OR
- ALTERNATIVES THAT ARE LESS BURDENSOME AND EQUALLY EFFECTIVE IN ACHIEVING THE PURPOSES OF THE REGULATION IN A MANNER THAT ENSURES FULL COMPLIANCE WITH THE AUTHORIZING STATUTE OR OTHER LAW BEING IMPLEMENTED OR MADE SPECIFIC BY THE PROPOSED REGULATION

Pursuant to GOV § 11346.2(b)(4), the Board must determine that no reasonable alternative it considers, or that has otherwise been identified and brought to the attention of the Board, would be more effective in carrying out the purpose for which the action is proposed, would be as effective and less burdensome to affected private persons than the proposed action, or would be more cost-effective to affected private persons and equally effective in implementing the statutory policy or other provision of law.

Alternative 1: No Action Alternative
The Board considered taking no action, but this alternative was rejected because it would not address the problem.

Alternative #2: Make regulation less prescriptive
This action would replace the existing prescriptive standards for Substantially Damaged Timberlands with performance-based regulations.

The Board rejected this alternative as it would create issues of clarity, enforceability, and implementation within existing regulations for Substantially Damaged Timberlands. The prescriptive use of existing regulations related to Substantially Damaged Timberlands are necessary to promote the clarity of the regulations.

Alternative #3: Proposed Action
Alternatives 1 and 2 would not be more effective or equally effective while being less burdensome or impact fewer small businesses than the proposed action. Specifically, alternatives 1 and 2 would not be less burdensome and equally effective in achieving the purposes of the regulation in a manner that ensures full compliance with the authorizing statute or other law being implemented or made specific by the proposed regulation.

Additionally, alternatives 1 and 2 would not be more effective in carrying out the purpose for which the action is proposed and would not be as effective and less burdensome to affected private persons than the proposed action or would not be more cost-effective to affected private persons and equally effective in implementing the
statutory policy or other provision of law than the proposed action. Further, none of the alternatives would have any adverse impact on small businesses.

Prescriptive Standards versus Performance Based Standards (pursuant to GOV §§11340.1(a), 11346.2(b)(1) and 11346.2(b)(4)(A)): Pursuant to GOV §11340.1(a), agencies shall actively seek to reduce the unnecessary regulatory burden on private individuals and entities by substituting performance standards for prescriptive standards wherever performance standards can be reasonably expected to be as effective and less burdensome, and that this substitution shall be considered during the course of the agency rulemaking process.

The proposed action is as prescriptive as necessary to address the problem, and contain a mix of performance-based and prescriptive requirements. The prescriptive regulations proposed in this action are necessary in order to provide adequate clarity within the regulations.

Pursuant to GOV § 11346.2(b)(1), the proposed action does not mandate the use of specific technologies or equipment.

Pursuant to GOV § 11346.2(b)(4)(A), the abovementioned alternatives were considered and ultimately rejected by the Board in favor of the proposed action. The proposed action does not mandate the use of specific technologies or equipment, but does prescribe specific actions in certain cases.

FACTS, EVIDENCE, DOCUMENTS, TESTIMONY, OR OTHER EVIDENCE RELIED UPON TO SUPPORT INITIAL DETERMINATION IN THE NOTICE THAT THE PROPOSED ACTION WILL NOT HAVE A SIGNIFICANT ADVERSE ECONOMIC IMPACT ON BUSINESS (pursuant to GOV § 11346.2(b)(5))
The fiscal and economic impact analysis for these amendments relies upon contemplation, by the Board, of the economic impact of the provisions of the proposed action through the lens of the decades of experience practicing forestry in California that the Board brings to bear on regulatory development.

The proposed action will not have a statewide adverse economic impact directly affecting businesses as it does not impose any requirements on businesses.

DESCRIPTION OF EFFORTS TO AVOID UNNECESSARY DUPLICATION OR CONFLICT WITH THE CODE OF FEDERAL REGULATION (pursuant to GOV § 11346.2(b)(6))
The Code of Federal Regulations has been reviewed and based on this review, the Board found that the proposed action neither conflicts with, nor duplicates Federal regulations. There are no comparable Federal regulations related to conducting Timber Operations on private, state, or municipal forest lands.
POSSIBLE SIGNIFICANT ADVERSE ENVIRONMENTAL EFFECTS AND MITIGATIONS CEQA

CEQA requires review, evaluation and environmental documentation of potential significant environmental impacts from a qualified Project. Pursuant to case law, the review and processing of Plans has been found to be a Project under CEQA.

Additionally, the Board’s rulemaking process is a certified regulatory program having been certified by the Secretary of Resources as meeting the requirements of PRC § 21080.5.

While certified regulatory programs are excused from certain procedural requirements of CEQA, they must nevertheless follow CEQA's substantive requirements, including PRC § 21081. Under PRC § 21081, a decision-making agency is prohibited from approving a Project for which significant environmental effects have been identified unless it makes specific findings about alternatives and mitigation measures

Further, pursuant to PRC § 21080.5(d)(2)(B), guidelines for the orderly evaluation of proposed activities and the preparation of the Plan or other written documentation in a manner consistent with the environmental protection purposes of the regulatory program are required by the proposed action and existing rules.

The proposed action would be an added element to the state's comprehensive Forest Practice Program under which all commercial timber harvest activities are regulated. The Rules which have been developed to address potential impacts to forest resources, including both individual and cumulative impacts, project specific mitigations along with the Department oversight (of rule compliance) function expressly to prevent the potential for significant adverse environmental effects.

The proposed action utilizes extant regulations related to Substantially Damaged Timberlands and clarifies their applicability in the Southern Subdistrict. This action does not deviate from the current implementation or enforcement of the regulations, but clarifies application.

Plans, and other regulatory mechanisms which permit timber operations, contain a mix of project relevant avoidance and mitigation measures to reduce the risk for potential significant adverse effects.

State representatives review every Plan to determine if a Project will have a significant adverse environmental impact. Prior to making a decision of approval or denial, the review team (the Director) often supplements the information provided by the RPF and the plan submitter when necessary to ensure that all relevant information is considered. The review team (the Director) has broad discretion to request the necessary information be provided to the Department and responsible agencies to facilitate review and development of appropriate mitigation measures to ensure that the Project will not cause a significant adverse environmental impact. Local and federal agency representatives are also involved in the review process.
Pursuant to 14 CCR § 896(a), it is the Board's intent that no Plan shall be approved which fails to adopt feasible mitigation measures or alternatives from the range of measures set out or provided for in the Rules which would substantially lessen or avoid significant adverse impacts which the activity may have on the environment.

Once Plans are approved, state representatives continue with compliance inspections of approved Plans until the conclusion of the Plan's lifespan. Where the Rules or approved Plan provisions have been violated, specified corrective and/or punitive enforcement measures, including but not limited to financial penalties, are imposed upon the identified offender(s).

In summary, the proposed action does not have the potential to result in significant adverse environmental effects.