From: Bruce Peacock

To: Sandra Hamilton; Mike Murray
Cc: Carol Mansfield; Loomis, Ross

Subject: Re: RFA text **Date:** 12/07/2009 10:32 AM

All - as a general rule, I believe including more information (the indirect costs) is a good thing so that we cannot be accused of including only selected data.

Bruce

▼ Sandra Hamilton

---- Original Message ----From: Sandra Hamilton

Sent: 12/04/2009 11:32 AM MST

To: Mike Murray

Cc: Bruce Peacock; "Mansfield, Carol A." <carolm@rti.org>; "Loomis,
Ross" <rloomis@rti.org>

Subject: Re: RFA text

Thanks, Mike. Those clarifications are helpful. As I understand from talking with Carol, the visitor intercept sutdy will provide some useful data for making inferences about indirect impacts because it asks about potential changes in visitors' decisions to visit based on how ORVs are managed. That information will be included in the FEIS socio-economic impact analysis.

Carol / Burce: given Mike's clarifications below, would the proposed rule have any direct impacts? If there are no direct impacts, then is it an option to certify in the proposed rule that there aren't any and we're done? Since the certification can be challenged in court, we'd want to get the SOL advice first.

Sandy

Sandy Hamilton Environmental Protection Specialist National Park Service - Environmental Quality Division Academy Place P.O. Box 25287 Denver CO 80225

PH: (303) 969-2068 FAX: (303) 987-6782

Mike Murray/CAHA/NPS

VIIKE

Murray/CAHA/NPS

To Sandra Hamilton/DENVER/NPS@NPS

Bruce_Peacock@nps.gov, "Mansfield, Carol A."
<carolm@rti.org> "Loomis Ross" < rloomis@rti.org

12/04/2009 10:42 AM <a href="m

Subject Re: RFA text

0024995

In principle, I agree with you that the community would prefer to see all expected financial impacts identified and analyzed. I don't really understand how the "good public policy" analysis of indirect costs would work, so do not have an opinion on it. What would "indirect costs" be and for whom? Would indirect costs include if, because of the permit fee requirement, fewer people coming in ORVs, then there would be fewer customers, or customers that spend fewer dollars per visit, for businesses catering to people in ORVs? While that may be a valid assumption, I have no idea how one could possibly estimate and analyze it, based on what we know now. If "indirect impacts" are something else, it isn't clear to me what that would be.

We do need to clarify several items regarding direct costs (see comments below in RED underlined, etc.):

In Cape Hatteras, the only direct impacts would be for

- 1. Commercial fishermen their access to the beach could be regulated (access is currently regulated -they cannot enter resource closures; under the preferred alternative, the number/size of resource closures during the breeding season could be different, but would roughly approximate what has occurred under the consent decree), and they might have to buy a permit to drive on the beach (there is no fee for the commercial fishing permit and we do not plan to charge a fee for it under any alternative).
- 2. businesses that may need to buy permits to drive on the beach (for example, to deliver surf boards or kite boards) (We had not really thought about this specific circumstance since so few "businesses" operate vehicles on the beach (can only think of one off-hand). In any case, such businesses are already required to have a commercial use authorization, which has a fee. That would not change. After talking with Paul Stevens about this, we would likely incorporate any ORV requirement into the CUA, rather than charge the operator for two kinds of permits. In other words, I don;t think the ORV permit fee would directly impact CUA holders.

Mike Murray Superintendent Cape Hatteras NS/ Wright Brothers NMem/ Ft. Raleigh NHS (w) 252-473-2111, ext. 148 (c) 252-216-5520 fax 252-473-2595

CONFIDENTIALITY NOTICE

This message is intended exclusively for the individual or entity to which it is addressed. This communication may contain information that is proprietary, privileged or confidential or otherwise legally exempt from disclosure.

Sandra Hamilton/DENVER/NPS

Sandra Hamilton/DENVER/NPS

To "Mansfield, Carol A." <carolm@rti.org>, Mike

Murray/CAHA/NPS@NPS

Bruce_Peacock@nps.gov, "Mansfield, Carol A." 12/04/2009 12:08 PM

<carolm@rti.org>, "Loomis, Ross" <rloomis@rti.org>

Subject Re: RFA text

Hello All,

Good question: I think the local community will want to see indirect costs to local business acknowledged somewhere (probably everywhere). I think in discussion at the reg-neg we said that economic effects on local businesses, motels, will be considered and analyzed though I don't recall that we specified where. They are discussed in the DEIS. Will they be discussed in the b/c analysis?

MIKE: See Carol's email below. This is about the initial regulatory flexibility analysis required for regulations that goes to the Small Business Administration for comment and is published at the same time as the proposed rule. As I understand it, public comment is invited on the initial regulatory flexibility analysis as well as the proposed rule, and NPS responds to public comments on the initial regulatory flexibility analysis when it publishes the final regulatory flexibility analysis, which is often included in the final rule (or it can be published separately at the same time as the final rule). Do you have thoughts on whether we should go the extra mile for "good public policy" and include indirect costs in the regulatory flexibility analysis?

Clarification: Commercial fisherment would not be required to get an ORV permit under any of the action alternatives (see below). The no action alternatives (A and B) do not have an ORV permit. Under all alternatives commercial fishermen would continue to operate under a special use permit (SUP) as they are now. I don't know if there is a charge for the SUP, but will ask the park and let you know.

ALTERNATIVE	ALTERNATIVE	ALTERNATIVE C	ALTERNATIVE	ALTERNATIVE	ALTERNATIVE
A	B		D	E	F
Commercial fishing at the Seashore is authorized and	Same as alternative A, plus:	Same as alternative A, except:	Same as alternative C.	Same as alternative C.	Same as alternative C.

managad	ĺ				į l
managed under a					
		Commercial			
special-use	Commercial	fishermen			
permit in	fishing	would not be			
accordance	vehicles are	required to			
with 36 CFR	subject to	obtain an ORV			
7.58(b).	the night-	permit that			
Commercial	driving	would be			
fishing vehicles	restriction	required for			
are considered	in the	recreational			
non-essential	consent	ORVs.			
vehicles and	decree.				
are not					
authorized to					
enter resource		Commercial			
closures.					
Permitted		fishing vehicles			
commercial		would be			
fishermen are		authorized to			
authorized to		enter non-			
enter other		ORV areas,			
areas that are		except for full			
closed to		resource			
recreational		closures and			
ORV use,		lifeguarded			
including		beaches.			
seasonal					
closures and					
safety					
closures, but		In areas			
are not		outside of			
authorized to		existing			
enter		resource			
lifeguarded		closures, the			
beaches.		Superintendent			
Dodonoo.		would be able			
		to modify the			
		hours of night-			
		driving			
		restrictions by			
		+/- two hours,			
		subject to			
		terms and			
		conditions of			
		the fishing			
		permit, for			
		commercial			
		fishermen who			
		are actively			
		engaged in			
		authorized			
		commercial			
		fishing activity			
		and can			
		produce fish			
		house receipts			
		from the past			
1 1	I			l	1

0024998

30 days. Such modifications would be subject to periodic review.	

Sandy Hamilton **Environmental Protection Specialist** National Park Service - Environmental Quality Division Academy Place P.O. Box 25287 Denver CO 80225

PH: (303) 969-2068 FAX: (303) 987-6782

▼ "Mansfield, Carol A." <carolm@rti.org>

"Mansfield, Carol A." <carolm@rti.org>

To <Bruce_Peacock@nps.gov>, <Sandra_Hamilton@nps.gov>

cc "Mansfield, Carol A." <carolm@rti.org>, "Loomis, 12/04/2009 09:18 AM

Ross" <rloomis@rti.org>

Subject RFA text

Hi Sandy and Bruce,

Sandy and I talked yesterday about the small business impact analysis for Cape Hatteras. In the past for Yellowstone and other parks we have done the RFAs using the estimated indirect impacts on the businesses. Reading through the RFA guidance document, it seems to say pretty clearly that under the law you only need to consider direct impacts and you don't need to consider indirect impacts. However, the guidance document also says "The Office of Advocacy believes it is good public policy to perform an analysis even when the impacts are indirect. (p. 20)"

In Cape Hatteras, the only direct impacts would be for

- Commercial fishermen their access to the beach could be regulated and they might have to buy a permit to drive on the beach.
- businesses that may need to buy permits to drive on the beach (for example, to deliver surf boards or kite boards).

Otherwise, I think the other impacts are indirect.

What do you all think we should do? We could write up the RFA for only commercial fishermen and businesses that might need to buy permits OR we could write the RFA including some estimate of indirect costs.

Carol

Carol Mansfield, Ph.D. | Senior Economist | RTI International Social and Statistical Sciences Division | Hobbs Building, 3040 Cornwallis Road | Durham, NC 27709 P 919-541-8053 | F 919-541-6683 | carolm@rti.org