



Bureau of Land Management
For release: **TBA**

Contact:
Ron Montagna, (202) 452-7782

BLM Will Recover Costs and Streamline Operations for Right-of-Way Program

The Bureau of Land Management today published a final rule revising cost-recovery policies and procedures for issuing right-of-way grants and adjusting cost recovery fees to account for cost increases that have taken place since the previous regulations became effective in August 1987.

The new policies modernize and streamline the right-of-way (ROW) program, commit the agency to better service for ROW customers, and reaffirm the agency's commitment to protecting public health, safety and the environment.

"This rule protects the interests of American taxpayers, who have a right to expect that our agency will recover a fair share of processing and monitoring costs through fees, which for this program, have not changed in 17 years," said BLM Director Kathleen Clarke.

Under the final rule, published in today's *Federal Register*, fee levels will change each year to reflect changes in the cost of living. The rule also:

- Establishes a customer service standard for processing applications;
- Establishes a "Master Agreement" cost recovery category. A Master Agreement is a negotiated arrangement between an applicant and the BLM covering processing and monitoring fees for multiple BLM grant approvals within a defined geographic area;
- Sets the charges for processing applications for grant renewals and assignments, and establishes a fee for late rental payments;
- Includes provisions for rent payments for long-term grants and easements;
- Increases the strict liability cap from \$1 million to \$2 million to account for the increase in economic indicators since the cap first went into effect. The rule will also allow automatic increases in the cap at account for future increases in the Consumer Price Index (CPI);
- Exempts from rent any facility eligible for financing under the terms of the Rural Electrification Act of 1936, as amended (REA). Previously, FLPMA and BLM regulatory language exempted only ROWs for facilities actually financed under the REA; and
- Adds provisions, currently covered by BLM internal guidance, on the release, discharge or storage of hazardous materials on ROW grants.

The rule affects Federal agencies, State and local governments, and individuals and groups that have or are interested in obtaining a right-of-way across BLM-managed lands. Currently, the BLM oversees 87,000 right-of-way grants across the country.

The BLM, an agency of the U.S. Department of the Interior, manages more land—261 million surface acres—than any other Federal agency. Most of this public land is located in 12 Western States, including Alaska. The Bureau, with a budget of about \$1.9 billion, also administers 700 million acres of sub-surface mineral estate throughout the nation. The BLM's multiple-use mission is to sustain the health and productivity of the public lands for the use and enjoyment of present and future generations. The Bureau accomplishes this by managing such activities as outdoor recreation, livestock grazing, mineral development, and energy production, and by conserving natural, historical, cultural, and other resources on the public lands.