

Office of Regulatory Management
Economic Review Form

Agency name	Virginia Department of Forestry
Virginia Administrative Code (VAC) Chapter citation(s)	4 VAC 10-40
VAC Chapter title(s)	Virginia Reforestation of Timberland Regulations
Action title	Periodic Review
Date this document prepared	6/30/23
Regulatory Stage (including Issuance of Guidance Documents)	Final Stage

Impact on Local Partners

Use this chart to describe impacts on local partners. See Part 8 of the ORM Cost Impact Analysis Guidance for additional guidance.

Table 2: Impact on Local Partners

(1) Direct & Indirect Costs & Benefits (Monetized)	The tax is paid by operators of sawmills, veneer mills, paper mills, chip mills, chemical plants, or other operations which process Virginia-grown roundwood into other products. The tax also applies to operators who purchase and ship Virginia-grown forest products outside the state in an unmanufactured, roundwood form. Loggers who sever timber from the stump could be included in this group.	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a)	
(3) Other Costs & Benefits (Non-Monetized)		
(4) Assistance		
(5) Information Sources	Department of Forestry website	

Impacts on Families

Use this chart to describe impacts on families. See Part 8 of the ORM Cost Impact Analysis Guidance for additional guidance.

Table 3: Impact on Families

(1) Direct & Indirect Costs & Benefits (Monetized)	The Reforestation of Timberlands (RT) Program provides cost-share assistance to landowners for pine reforestation, and is funded by the forest industry in Virginia (Virginia Forest Products Tax) with matching funds from the Commonwealth of Virginia’s General Fund. The RT program reimburses landowners for a portion of the costs associated with getting pines started right (e.g. site preparation, planting, and competition control). This program provides \$70 to \$200 per acre to put in a crop of pines.	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a)	(b)
(3) Other Costs & Benefits (Non-Monetized)		
(4) Information Sources	Department of Forestry website	

Impacts on Small Businesses

Use this chart to describe impacts on small businesses. See Part 8 of the ORM Cost Impact Analysis Guidance for additional guidance.

Table 4: Impact on Small Businesses

(1) Direct & Indirect Costs & Benefits (Monetized)	The forest products tax is paid by operators of sawmills, veneer mills, paper mills, chip mills, chemical plants, or other operations which process Virginia-grown roundwood into other products. The tax also applies to operators who purchase and ship Virginia-grown forest products outside the state in an unmanufactured, roundwood form. Loggers who sever timber from the stump could be included in this group. The small businesses would be taxed if they process: Lumber Timber purchased and shipped out-of-state as roundwood Logs converted into veneer Pulpwood Chips manufactured from roundwood Railroad crossties
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	Posts, mine ties, and other types of timber used in mining Pilings and poles Barrel staves Any other type of forest product that is severed from the stump	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a)	(b)
(3) Other Costs & Benefits (Non-Monetized)		
(4) Alternatives		
(5) Information Sources	Department of Forestry website	

