

<i>CUFFA Reference</i>	<i>Forest Service Manual or Handbook Directive</i>	<i>Current Direction</i>	<i>Proposed Direction</i>
			how the phase-in would be applied when a base fee results in more than a 100 percent increase of an annual fee.
Section 608(d)	FSH 2709.11, Section 33.13 – <i>Annual Adjustments of Recreation Residence Fees</i>	Current direction on annual adjustments to recreation residence fees is contained in section 33.1 and provides that the base fee is adjusted annually using the IPD-GNP, with a 10 percent annual maximum increase cap	<p>The Forest Service will continue to use existing policy for annually indexing recreation residence rental fees, using the 2nd quarter to 2nd quarter change in the IPD-GDP. However, this section directs the implementation of a maximum adjustment of 5 percent in those years in which the annual change in the IPD-GDP index exceeds 5 percent, as provided in section 608(d) of CUFFA. Whenever the annualized change in the IPD-GDP exceeds 5 percent, then the maximum annual adjustment in the rental fee for such years will be 5 percent, and that part of the adjustment in excess of 5 percent will be applied in the next annual rental fee payment when the index change is less than 5 percent. This section includes two examples to demonstrate how rental fee increases in excess of 5 percent would be applied when the annualized change in the IPD-GDP exceeds 5 percent.</p> <p>(NOTE: Approximately two years after adopting the proposed rule and proposed directives in this notice, the Forest Service will develop policy to annually adjust recreation residence rental fees using the rolling 5-year average of the “Index of Agriculture Land Prices” published by the Department of Agriculture, as directed in section of 608 (a) and (b) of CUFFA.)</p>