

Deepwater Horizon oil Spill: NOAA NRDA Activities as of May 7, 2010

Under the 1990 Oil Pollution Act (OPA), a Natural Resource Damage Assessment (NRDA) is a legal process to determine the <u>type and amount of restoration</u> needed to compensate the public for harm to natural resources and their human uses that occur as a result of an oil spill.

While it is still too early in the process to know what the scope of the Natural Resource Damage Assessment (NRDA) will be, from past experience, NOAA is concerned about impacts to fish, shellfish, marine mammals, turtles, birds and other sensitive resources as well as their habitats, including wetlands, beaches, mudflats, bottom sediments, corals and the water column. The trustees will also assess any lost human uses of these resources, for example, fishing, hunting, and beach recreational closures. The trustees are also assessing the efficacy of evaluating impacts from the response, including burning, and dispersant use at the surface and at depth.

NOAA's Damage Assessment Remediation and Restoration Program (DARRP) is coordinating this effort with natural resource trustees in four states (LA, MS, AL, FL), DOI (USFWS and NPS) and with BP (the Responsible Party or RP). Multiple agencies from each state are engaged. The Texas Trustees may become involved in the future.

The work that is being conducted under the Preliminary Assessment Phase of the NRDA is being done cooperatively with BP. This means that the Trustees are jointly meeting with BP to discuss NRDA actions and that BP is integrated into several NRDA Technical Working Groups (TWGs) that have been formed.

The focus of these TWGs currently is to assemble a variety of existing data on resources, their habitats and their human uses, and to collect baseline (pre-spill impact) data wherever possible. Information on impacts currently occurring to these resources and their uses is also being assembled. Currently, NOAA is coordinating stakeholder participation in most of these TWGs and is providing scientific and technical expertise and information management to many parts of the overall NRDA effort.

Additional general information about NRDA can be found below and at www.darrp.noaa.gov.



Natural Resource Damage Assessment

Overview: Natural Resource Damage Assessment (NRDA) is a legal process to determine the <u>type and amount of restoration</u> needed to compensate the public for harm to natural resources and their human uses that occur as a result of an oil spill.

NRDA is conducted by designated State and federal natural resource trustee agencies. Trustees for the Deepwater Horizon incident may include NOAA, DOI USFWS, DOI National Park Service, and the designated State trustee agencies for the states of Louisiana, Mississippi, Alabama, and Florida (more on trusteeship below). This Deepwater Horizon Oil Spill NRDA will be conducted pursuant to the Oil Pollution Act (OPA) of 1990 (see Laws below).

Trustees are required to demonstrate causality between the release, or substantial threat of a release, of oil and injured resources, lost services, and/or lost human use of those resources and services. This requires linking the release of oil, its fate and transport in the environment, exposure of natural resources to the oil, and its effects on the biota and human uses. Determining the amount of injury and appropriate restoration also requires an understanding of the condition of the natural resources and human uses if the spill had not occurred (baseline conditions).

Trustees seek to restore injured resources and services to baseline and to compensate the public for interim losses, i.e., the time it takes the resources to recover. Over the course of the NRDA process, the Trustees assess the nature and extent of the injuries, develop a restoration plan, seek compensation from the responsible party, oversee and/or implement the restoration plan, and conduct/oversee monitoring to ensure restoration has occurred. Liability for natural resource damages is in addition to liability for cleanup.

Additional details on NRDA are provided below and at <u>www.darrp.noaa.gov</u>, or call Tom Brosnan at 301 713 2990 x186.

NRDA Process: Through the NRDA process, DARRP and co-trustees conduct studies to identify the extent of resource injuries, the amount and type of restoration required to restore those resources to baseline conditions and compensate the public for interim losses. Under the OPA NRDA regulations, there are 3 steps in a NRDA:

1. Preassessment: Trustees determine whether injury to public trust resources has occurred. This includes collecting time-sensitive data and reviewing scientific literature about the released substance and its impact on trust resources to determine the extent and severity of injury.



Mathematical models may be used to help predict the fate and effects of the spill on trust resources. If resources are injured, trustees proceed to the next step.

2. Restoration Planning (Including Injury Assessment): Trustees quantify injuries and identify possible restoration projects. Economic and scientific studies assess the injuries to natural resources and the loss of services. These studies are also used to develop a restoration plan that outlines alternative approaches to speed the recovery of injured resources and compensate for their loss or impairment from the time of injury to recovery. Trustees (i) evaluate the proposed alternatives based on factors identified in the OPA NRDA regulations, and (ii) draft and seek public comment on a Restoration Plan. The Restoration Plan identifies alternatives considered, discusses their evaluation and proposes projects intended to compensate for the injuries. Examples of restoration include enhancing beach shoreline, creating oyster reefs and other shellfish habitat, and conducting species recovery and monitoring programs.

3. Restoration Implementation: The final step is to implement restoration and monitor its effectiveness. The trustees seek from the responsible party the costs of conducting the assessment and restoration planning – a process in which the responsible party often works cooperatively with the trustees. The trustees also seek damages to implement the restoration, unless restoration is implemented by the responsible party, subject to trustee oversight. If the responsible party does not agree to damages, the trustees may bring suit or submit a claim for damages to the Oil Spill Liability Trust Fund (Fund), administered by the USCG's National Pollution Funds Center. The United States may seek to recover from the responsible party any compensation paid by the Fund.

Although the concept of assessing injuries may sound simple, understanding complex ecosystems, the services these ecosystems provide, and the injuries caused by oil and hazardous substances takes time—often years. The season the resource was injured, the type of oil and the amount and duration of the release are among the factors that affect how quickly resource injuries are assessed and restoration and recovery occurs. The rigorous scientific studies that are necessary to prove injury to resources and services—and withstand scrutiny in a court of law—may also take years to implement and complete. But the NRDA process described above ensures an objective and cost-effective assessment of injuries—and that the public is compensated for these injuries.

Trustees: Natural resource trustee agencies (including NOAA, DOI, state agencies, and Indian tribes) are responsible for trust resources as designated by the National Contingency Plan (40 CFR § 300.600). The Secretary of Commerce (acting through NOAA) is a trustee for the following natural resources and their supporting ecosystems: marine fishery resources;



anadromous fish; endangered species and marine mammals; and the resources of National Marine Sanctuaries and National Estuarine Research Reserves.

The Dept. of the Interior trust resources include migratory birds; anadromous fish; endangered species and marine mammals; federally owned minerals; and certain federally managed water resources. DOI is also a trustee for those natural resources for which an Indian tribe would otherwise act as trustee in those cases where the United States acts on behalf of the Indian tribe.

State trust resources include the following: Wetlands, surface waters, ground waters, air, soil, wildlife, aquatic life, and the appropriate habitats on which they depend

NRDA in NOAA is conducted by the Damage Assessment, Remediation and Restoration Program (DARRP): DARRP is a matrixed program between the NOS Office of Response and Restoration, NMFS Restoration Center, and the NOAA General Counsel Office for Natural Resources. It was established in 1990, after the Exxon Valdez oil spill. DARRP provides a team of scientists, economists, restoration experts, and attorneys to assess and restore injured resources. Together with federal, state and tribal co-trustees, DARRP has protected natural resources at more than 40 oil spills and 500 waste sites and generated more than \$500 million for restoration to—

- Create and restore wetlands
- Create oyster reefs and other shellfish habitat
- Restore coral and seagrass beds
- Acquire, restore, and protect waterfowl habitat
- Conduct species recovery and monitoring programs
- Provide improved recreational opportunities

OR&R works cooperatively with co-trustee agencies and (in the case of a cooperative assessment of injuries) the Responsible Party (RP) to share data and information collected during the spill and during the injury assessment—working cooperatively with the RP and co-trustees can save time and money and can result in restoration being implemented faster and more efficiently.



Relevant Laws: For summaries and links to these, see: http://www.darrp.noaa.gov/about/laws.html#OilPollution

- <u>Oil Pollution Act (OPA) of 1990</u> (NOAA promulgated regulations for assessing natural resource damages under OPA. (15 CFR Part 990)
- <u>Clean Water Act</u>
- <u>Comprehensive Environmental Response, Compensation and Liability Act of 1980 (CERCLA or Superfund)</u>
- <u>National Marine Sanctuaries Act</u>
- <u>Anadromous Fish Conservation Act (AFCA)</u>
- <u>Coastal Zone Management Act (CZMA)</u>
- Endangered Species Act (ESA)
- Executive Order 11988—Construction in Floodplains
- <u>Executive Order 12898—Environmental Justice</u>
- Fish and Wildlife Coordination Act (FWCA)
- <u>National Environmental Policy Act (NEPA)</u>
- <u>Park System Resource Protection Act</u>
- <u>Rivers and Harbors Act</u>
- National Oil and Hazardous Substances Pollution Contingency Plan, 40 CFR Part 300.

General Links for Natural Resource Damage Assessment

Trustee Role: http://www.darrp.noaa.gov/about/trustee.html NRDA Process: http://www.darrp.noaa.gov/about/nrda.html Restoration: http://www.darrp.noaa.gov/about/restoration.html Relevant NRDA Laws, including OPA: http://www.darrp.noaa.gov/about/laws.html OPA Guidance Documents: http://www.darrp.noaa.gov/library/1_d.html NRDA 101 Presentation: http://www.darrp.noaa.gov/partner/cap/pdf/nrda/NRD%20101%20Basics%20Presentation.pdf

For the latest information on the Deepwater Horizon Oil Spill see:

http://response.restoration.noaa.gov/deepwaterhorizon http://www.deepwaterhorizonresponse.com/go/site/2931/

 Twitter:
 http://twitter.com/usnoaagov
 Facebook:
 http://www.facebook.com/usnoaagov

Podcasts: see <u>http://oceanservice.noaa.gov/podcast.html</u> for two spill-related Podcasts: <u>Making</u> Waves:NOS Highlights -Gulf of Mexico Oil Spill and <u>Diving Deeper Oil Spill Response</u>

Synopsis of NOAA Roles and Tools during a spill: <u>http://oceanservice.noaa.gov/topics/oceans/spills/</u>