AN ACT CREATING THE FORESTRY DEVELOPMENT AUTHORITY (FDA) APPROVED: NOVEMBER 1, 1976 MONROVIA

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AN ACT CREATING THE FORESTRY DEVELOPMENT AUTHORITY

It is enacted by the Senate and House of Representatives of the Republic of Liberia, in Legislature assembled:

Section 1: Chapters 1 through 4 of the National Resources Law with respect to the Bureau of Forest Conservation Forest, National Parks and the Conservation of Wildlife are hereby repealed,

Section 2: Creation of Forestry Development Authority (FDA): An authority to be known as the "Forestry Development Authority" is hereby created as a corporate body pursuant to the Public Authorities Law. As used in this Act, the term "Authority" means the authority hereby created.

Section 3: objects: The primary objectives of the Authority shall be to:

- (a) Establish a permanent forest estate made up of reserved areas upon which scientific forestry will be practiced;
- (b) Devote all publicly owned forest lands to their most productive use for the permanent good of the whole people considering both direct and indirect values;
- (c) Stop needless waste and destruction of the forest and associated natural resources and bring about the profitable harvesting of all forest products while assuring that supplies of these products are perpetuated;
- (d) Correlate forestry to all other land use and adjust the forest economy to the overall national economy;

- (e) Conduct essential research in conservation of forest and pattern action programs upon the results of such research;
- (f) Give training in the practice of forestry; offer technical assistance to all those engaged in forestry activities; and spread knowledge of forestry and the acceptance of conservation of natural resources throughout;
- (g) Conserve recreational and wildlife resources of the country concurrently with the development of forestry program.

Section 4 powers: In addition to the powers conferred upon an authority by the Public Authorities Law, the Authority shall have the following powers:

- (a) To take all actions necessary to create and establish Government Forest Reserves, Native Authority Forest reserves, Communal Forest and national parks:
- (b) To administer all such reserved areas to fulfill the policies and objectives set out in Section 3 of this Act;
- (c) To enforce all laws and regulations for the conservation of forests and the development of their resources;
- (d) To assist the owners of timber land in applying sustained yield forest management;
- (e) To carry out a program for the wise use and perpetuation of the forest, recreational and wildlife resources of the country except that regulations for the zoning of hunting grounds and the restriction of hunting to stated periods shall be promulgated by the President;
- (f) To prescribe the form of all licenses, permits, agreements and other instruments dealing with the use of forest resources;
- (g) To control the issuance of such instruments and determine the conditions under which they may be granted, exercised, produced revoked or returned;
- (h) To control the transportation or export of forest products by land, water or air;

- (i) To be responsible for the collection of all fees payable under the rules and regulations promulgated under the authorization of this section;
- (j) To promulgate rules and regulations required to insure the accomplishment of all the policies and objectives of the Authority;
- (k) To open and operate a main and subsidiary banking accounts, to receive and expend monies;
- (l) To continue existing services and to initiate new services, such as:
 - (i) To establish a unit for market cost-component analysis;
 - (ii) To monitor real timber prices and production cost;
 - (iii) To commission and carry out feasibility studies;
 - (v) To levy cess on other components of the wood-using industries for purposes connected with the Authority's functions;
- (m) To negotiate, raise and make loans;
- (n) The power to issue, amend and rescind forestry regulations;
- (o) The power to engage in commercial undertakings as a principal or in conjunction with others, to enter into contracts, to sue and be sued;
- (p) As a principal or in conjunction with others to feel trees and prepare them for export or to have them processed locally, or both; to trade with such timber in the raw or processed state and to engage in all other operations directly or indirectly connected with the trade in forest products;
- (q) To make by-laws for its internal administration
- Section 5. Penalty for violation of rules and regulations: Any person who contravenes any rule or regulation made under sub-section (j) of Section 4 or fails to comply with the conditions made a part or any license, permit, agreement, other instrument issued or entered into, under any person shall be convicted of any offense under this Act, the court may in addition to or in

lieu of the imposition of any fine or term of imprisonment, order that the whole or any part of the forest product or wildlife resource with respect to which the offense was committed, be confiscated and forfeited to the government to be sold or otherwise disposed of in such manner as the Managing director may prescribe.

Section 6, Board of Directors.

- 1. Composition, The policies of the authority shall by the Board of Directors consisting of :
 - A) The Minister of agriculture as chairman, the Minister of Finance, the Minister of local Government,. The Minister of planning and Economic Affairs, the Minister of commerce Industry and Transportation, and the President of the Liberian Bank of development and Investment;
 - B) The Managing Director of the Authority, to be appointed by the President.
 - C) Two Liberian nationals, one with experience in the field of law, and the other with experience in the field of business, to be appointed by the president.
- 2. Voting by Board Member without meeting. The Board may by regulation establish a procedure whereby the Managing Director, when he considers such action in the best interest of the Authority, may obtain a vote of the board members on special question without calling a meeting of the Board.
- 3. QUORUM. A quorum for any meeting of the Board shall be a majority of its members.
- 4. Financial interest. No Director of member of his immediate family shall hold any financial interest in a forestry concession or in any auxiliary under taking in Liberia.
- 5. Reimbursement. The members of the Board, in their capacity as such, shall not receive salaries, but they may receive form the authority a stipend for each meeting attended and reimbursement for all expenses they incur in discharging their duties to the authority.

- Section 7. Officers. The Authority shall have a Managing Director and such other officers and staff as the Board may determine to be necessary or desirable for carrying out its lawful function. The Managing Director shall be professionally qualified in Forestry. He shall be responsible for the conduct of the general operation of the Authority and for that purpose shall exercise all powers delegated to him by the Board. Subject to the approval of the Board with regard to senior officers and staff, the Managing Director shall be responsible for the organization of the staff and the appointment and dismissal of the officers.
- Section 8. Appointment of assistant Managing Director: The President shall appoint and Assistant Managing Director for administration and finance who shall be a qualified controller and administrator rather than a professional forester.
- Section 9. Collection of revenues and expenditures: The Authority shall be responsible for the collection of its revenues, settlement of its financial obligations and all other matters connected with the collection and disbursement of funds of the Authority.
- Section 10. Duration: the existence of the Authority shall continue until it shall be terminated by the Legislature. Upon the termination of the existence of the authority, all its rights and property shall rest in the republic.
- Section 11. Audits: -- The Accounts of the Authority shall be subject to periodic audits by the Government. The accounts of the Authority shall also be audited annually by a firm of independent accountants appointed by the board
- Section 12. Reports:--- The Authority shall submit an annual report to the President and such other periodic reports as he my from time to time require. Such reports shall set out in detail facts describing the operation and fiscal transactions of the Authority during the preceding year, its financial condition and a statement to all receipts and disbursements during such year.
- Section 13. Power of Forest Officer to arrest Offenders:--Every Forest Officer is hereby authorized and empowered to arrest any person whom he finds or reasonably suspects of violating any of the provisions of the statutes or regulations

relating to conservation of forests. On arrest he shall immediately take such person before the court of the county superintendent, County Commissioner, Tribal Authority, of Justice of the Peace who shall immediately forward the matter to a court of competent jurisdiction in the county in which the reserve is located.

- Section 14. Power of Forest Officer with regard to tress:-- A Forest Officer may fell, cut, damage, tap, or destroy tree within Government Forest reserves, Native Authority forest Reserves Communal Forests, and National Parks, and make clearing or remove timber there from for the purpose of planting trees, improving the growth of trees, or for the general better management of reserved forests.
- Section 15. Advisory conservation Committees:-- An Advisory
 - Conservation committee shall be appointed within each county with the county Superintendent or county commissioner as Chairman. The Purpose of the committees development Authority the ideas, desires and opinions of the people in matters pertaining to forest and wildlife conservation and to exercise general supervision of the enforcement of forest and wildlife regulations.
- Section 16. This Act shall take effect immediately upon publication in hand-bills.

Any law to the contrary notwithstanding.

Approved: November 1, 1976.

AN ACT TO AN ACT CREATING THE FORESTRY DEVELOPMENT AUTHORITY BY REPEALING SECTION 16 THEREOF AND ADDING THERETO EIGHT NEW SECTIONS

It is enacted by the Senate and House of Representatives of the Republic of Liberia in Legislature Assembled:

- Section 1: Section 16 of an Act Creating the Forestry Development Authority is hereby repealed.
- Section 2: That from and immediately after the passage of this Act, an Act entitled: "An Act Creating the Forestry Development Authority" is hereby amended by adding thereto Eight new Sections to be Sections 16 through 23 to read as follows:
- Section 16: Form and Content of Forest Products Utilization Agreement: In all negotiations concerning the awarding of a Forest Products Utilization Agreement between the Government of Liberia shall be represented by the Managing Director of the Forestry Development Authority and the Minister of Finance. Upon the successful conclusion of said negotiations, the Minister of Finance and the Managing Director of the Forestry Development Authority shall for and sign on behalf of the Government of Liberia; attested by the Minister of Justice and the prospective forest user by an authorized representative. Notwithstanding the above, the Forest Products Utilization Agreement shall be valid only upon the approval of the President of Liberia and subsequent ratification by the Legislature of the Republic of Liberia.
- Section 17: Performance Bond and Minimum Expenditure: A Forest Concessionaire shall be required to deposit with the Forestry Development Authority a performance bond or a Manager's Check of US\$150,000 in favour of the Government of Liberia warranting that concessionaire shall faithfully and promptly commence survey and other operations and performance of all the terms and conditions of the Forest Product Utilization Agreement within two years and shall within two-year period after the effective date of the Agreement between the concessionaire and the Government of Liberia spend a sum not less than US\$500,000 on the construction and installation of a processing plant. Any concessionaire who on the coming into force of this Act has already complied with the old

regulation on performance bond shall not be retroactively affected by the provision of this Section. A Salvage Permit Holder shall be required to deposit with the Forestry Development Authority a Performance Bond or Property Valuation of US\$50,000 or Manager's Check of US\$50,000 in favour of the Government of Liberia and shall be required to invest; not less than US\$200,000 within two years of operation.

- Section 18: Protection of Liberian Salvage Permit Holder: No law, executive order or regulation shall be passed depriving Liberia citizens the right to apply and be granted forest salvage permits form the Forestry Development Authority if such category of forests is available for lessing.
- Section 19: Land Rental Fee: The concessionaire shall in respect of the Concession granted under the Forest Product Utilization Agreement, pay to the Government of Liberia in advance an annual surface land rental fee of US0.50 cents per acre or prorate for part thereof for all land held by the concessionaire. In the case of the forest salvage permit holders, the annual Land Rental per acre of the Exploitation Area to be paid shall be US0.30 cents per acre of pro rata for part thereof for all land held by the permit holders and said amount shall be paid in advance to the Government.
- Section 20: The concessionaire shall be granted duty free privilege for the importation into Liberia during the first two years upon coming into force of the Forest Products Utilization Agreement signed between the concessionaire and the Government of Liberia, any equipment, machinery or similar items of a capital nature having a useful life of five years or more for use in the harvesting, processing, transportation and marketing of timber products; provided, however, that all such items to be exempted from duties shall be exempted only if items reasonably comparable in price and quality are not obtainable in Liberia, it being understood that Forest Salvage Permit Holders shall also be granted duty free privilege for the importation into Liberia equipment machinery or similar items of capital nature to last for a period of not less than two years. Notwithstanding the foregoing, the period or exemption from the payment of import duties two (2) years shall not be extended not renewed after the expiration of the said two (2) years period.

- Section 21: Payment of Forestry Fees in U. S. Currency: The concessionaire and the forest salvage permit holders shall pay all their respective forest fees in U.S Currency after assessment by the Forestry Development Authority (FDA).
- Section 22: Wood Processing: The concessionaire shall comply in the requirements of the Forestry Development Authority regarding the percentage of total production to be sawn or otherwise processed in Liberia and that the export of logs and processed wood shall be in accordance with the Forestry Development Authority Regulation; however, the percentage of processed wood for export shall be a maximum of five percent (5%) of export logs during 1988 and 1989. Beginning 1990 the percentage of processed wood for export shall be a maximum or ten percent (10%) of export logs. It being understood that all Forest Salvage Permit Holders shall process at least five percent (5%) of their total log production for either local or export markets.
- Section 23: Employment of Professional Liberian Foresters: A concessionaire having a valid Forest Utilization Agreement shall be required to employ a maximum of four (4) trained Liberia Foresters while a Salvage Permit Holder shall employ at least one (1) trained Liberia Forester.
- Section 3: This Act shall take effect immediately upon publication in hand-bills.

Any law to the contrary notwithstanding

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