

Elliott State Forest State Land Board Hearing

December 8, 2009

**Presented by:
Bob Ragon
Douglas Timber Operators**

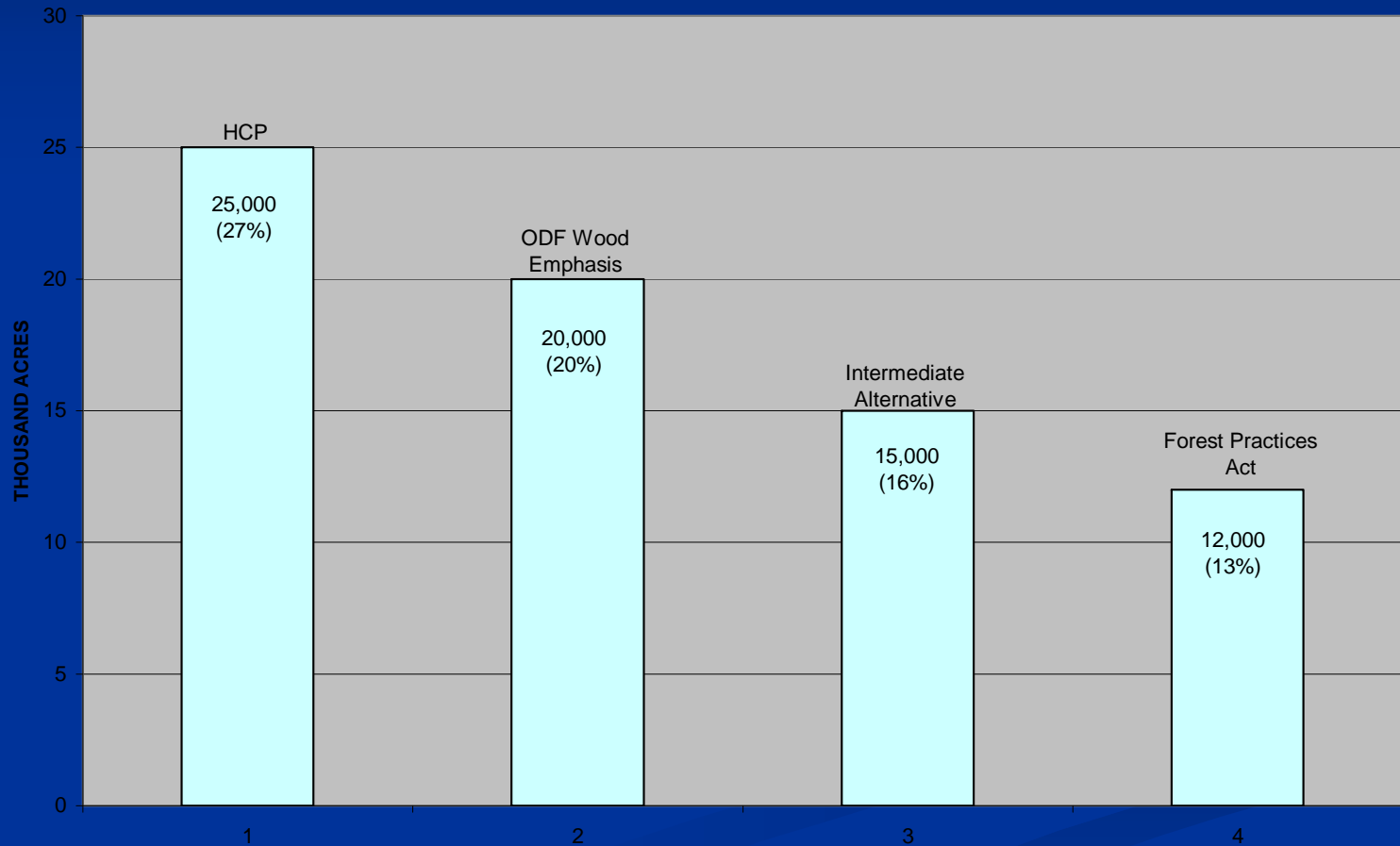
**MODELING RUNS
DEMONSTRATE OPPORTUNITY
COST of HCP**

WHY WE RAN DIFFERENT MODELING RUNS FOR THE ELLIOTT

- THE ALTERNATIVES IN THE ELLIOTT PLAN OVERLY CONSTRAINED THE DECISION SPACE FOR THE BOARD OF FORESTRY AND THE STATE LAND BOARD
- THE PLANNING EFFORT FOCUSED SO HEAVILY ON AN HCP THAT A PRUDENT TAKE AVOIDANCE STRATEGY WAS NOT GIVEN SERIOUS CONSIDERATION
- AN ECONOMIC BASELINE NEEDED TO BE ESTABLISHED TO EVALUATE THE TRADEOFFS AND IT WAS MODELED UNDER THE OREGON FOREST PRACTICES ACT
- ALL OF THE RUNS USED THE SAME GROWTH AND ECONOMIC PARAMETERS AS THE HCP RUN
- CURRENT ECONOMIC CONDITIONS MAKE THE DIFFERENCES BETWEEN ALTERNATIVE RUNS EVEN MORE DRAMATIC

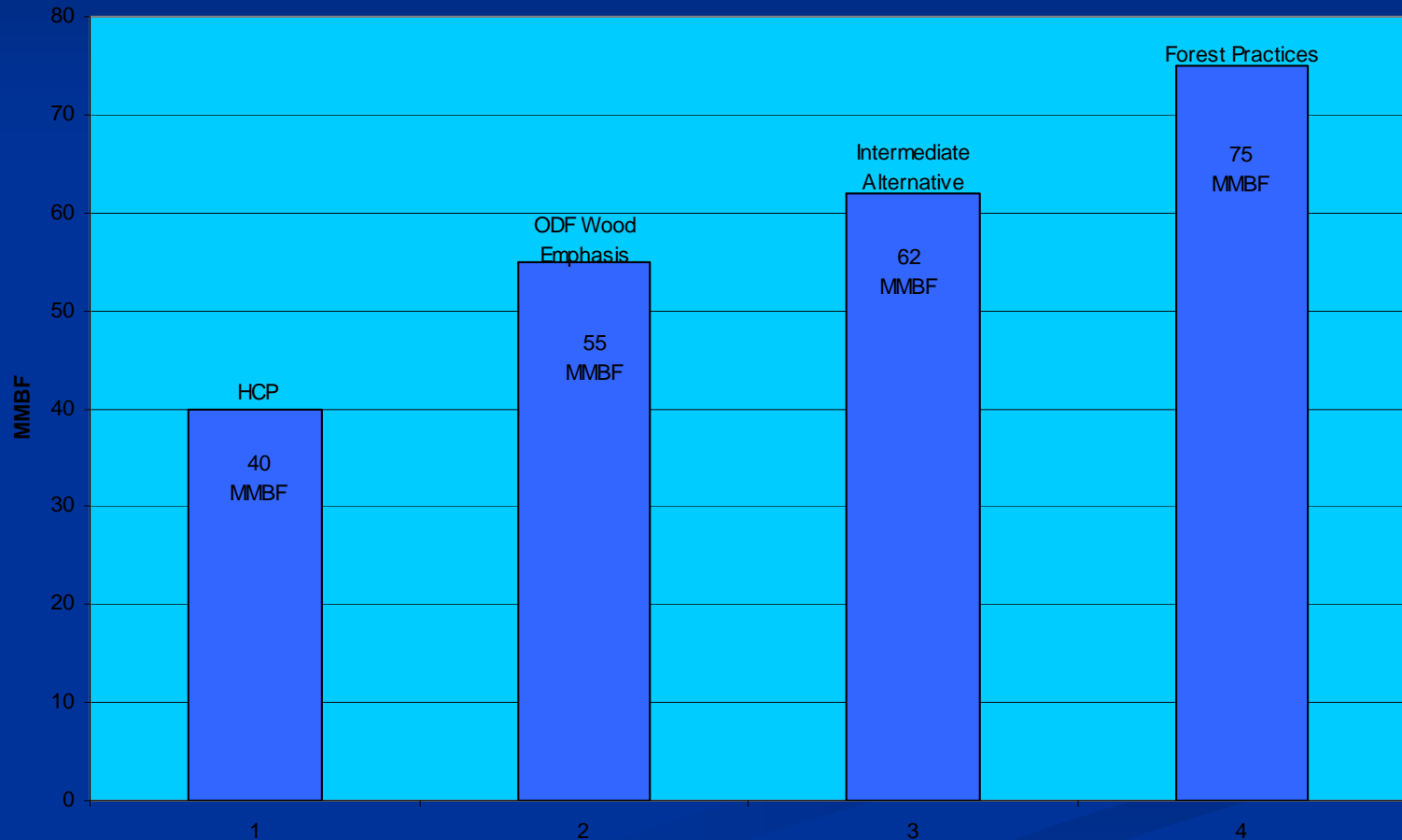
FOREST RESERVES

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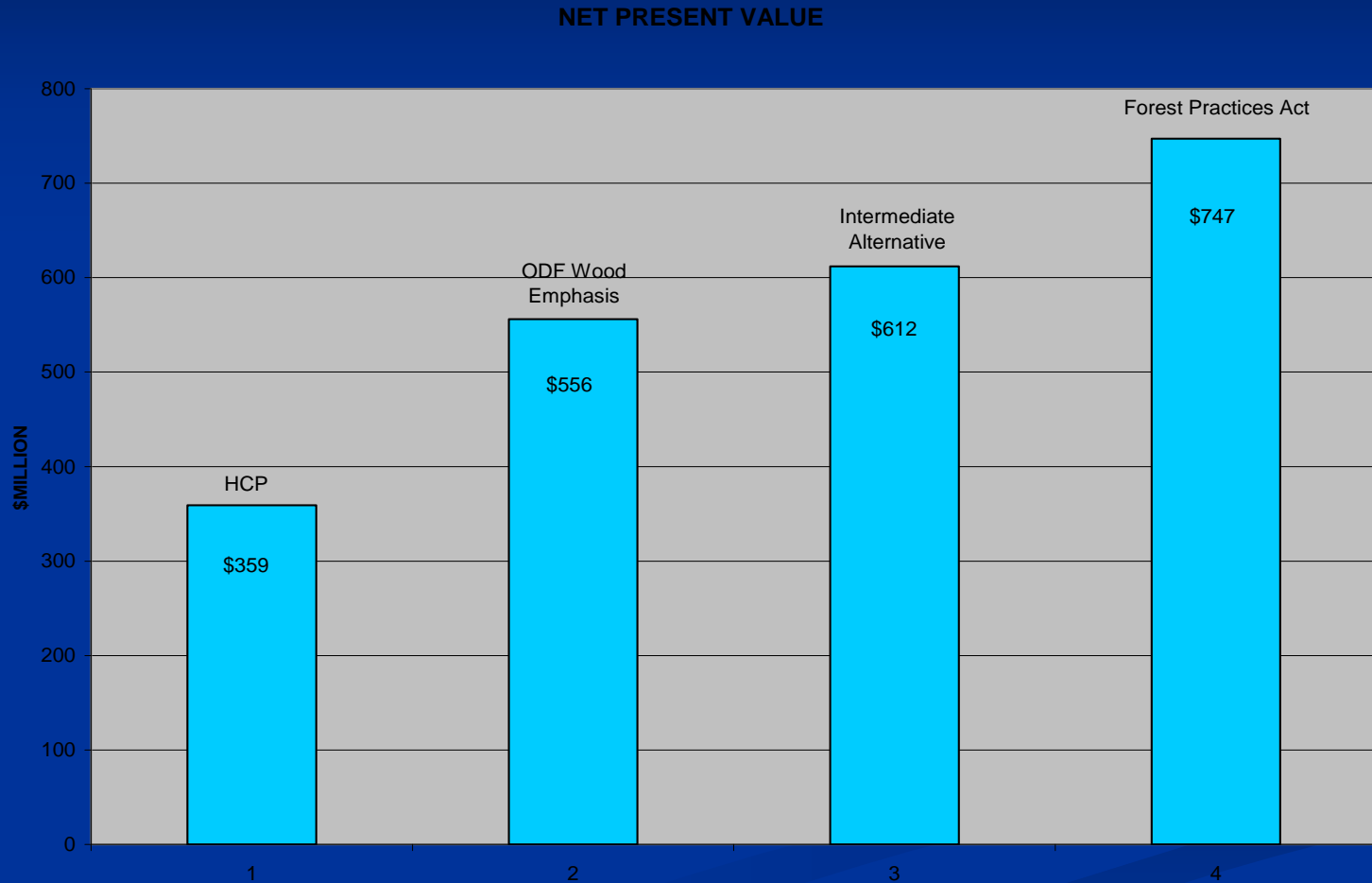


AVERAGE HARVEST VOLUME/YR FOR FIRST 50 YEARS

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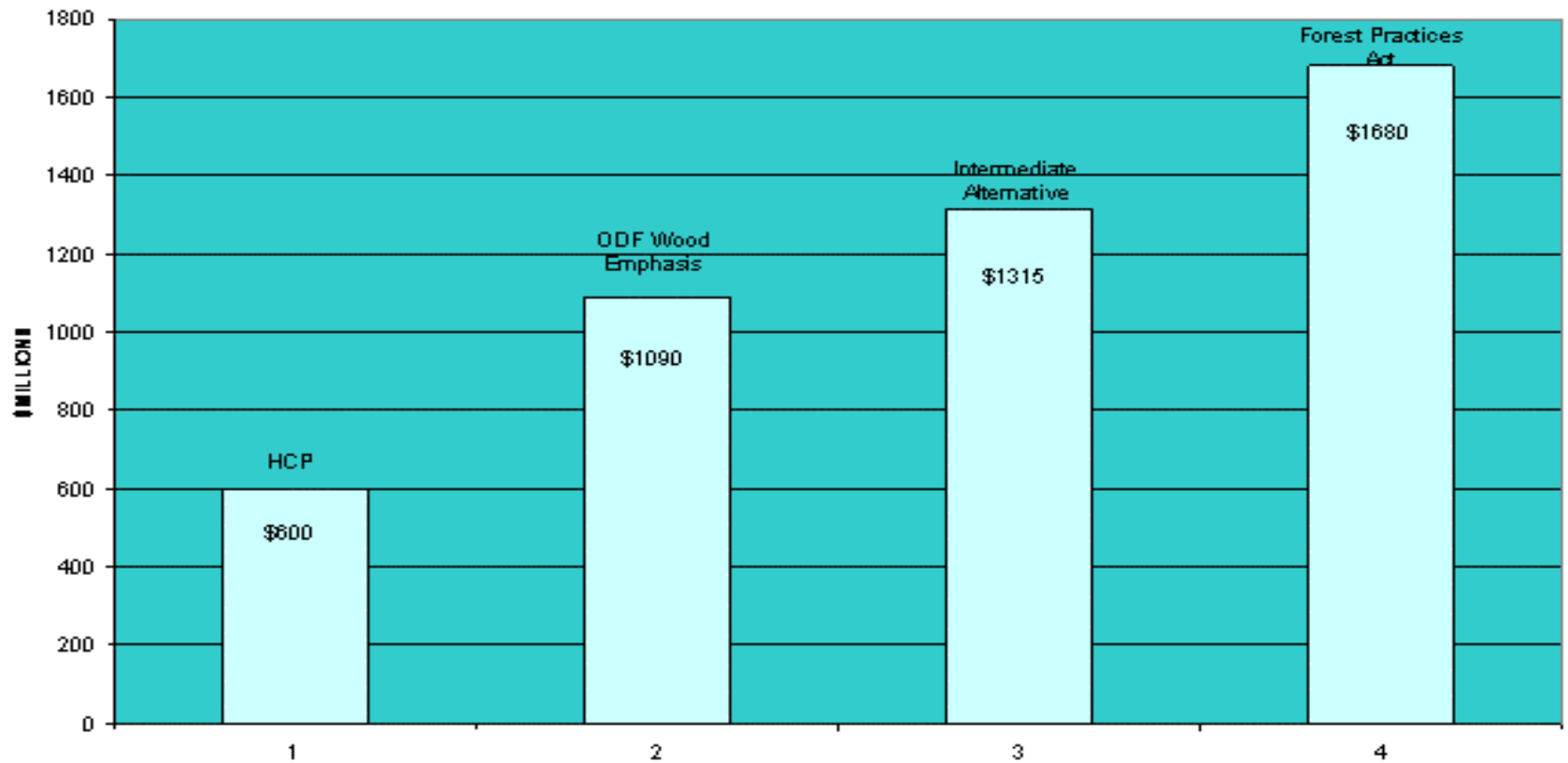


NET PRESENT VALUE

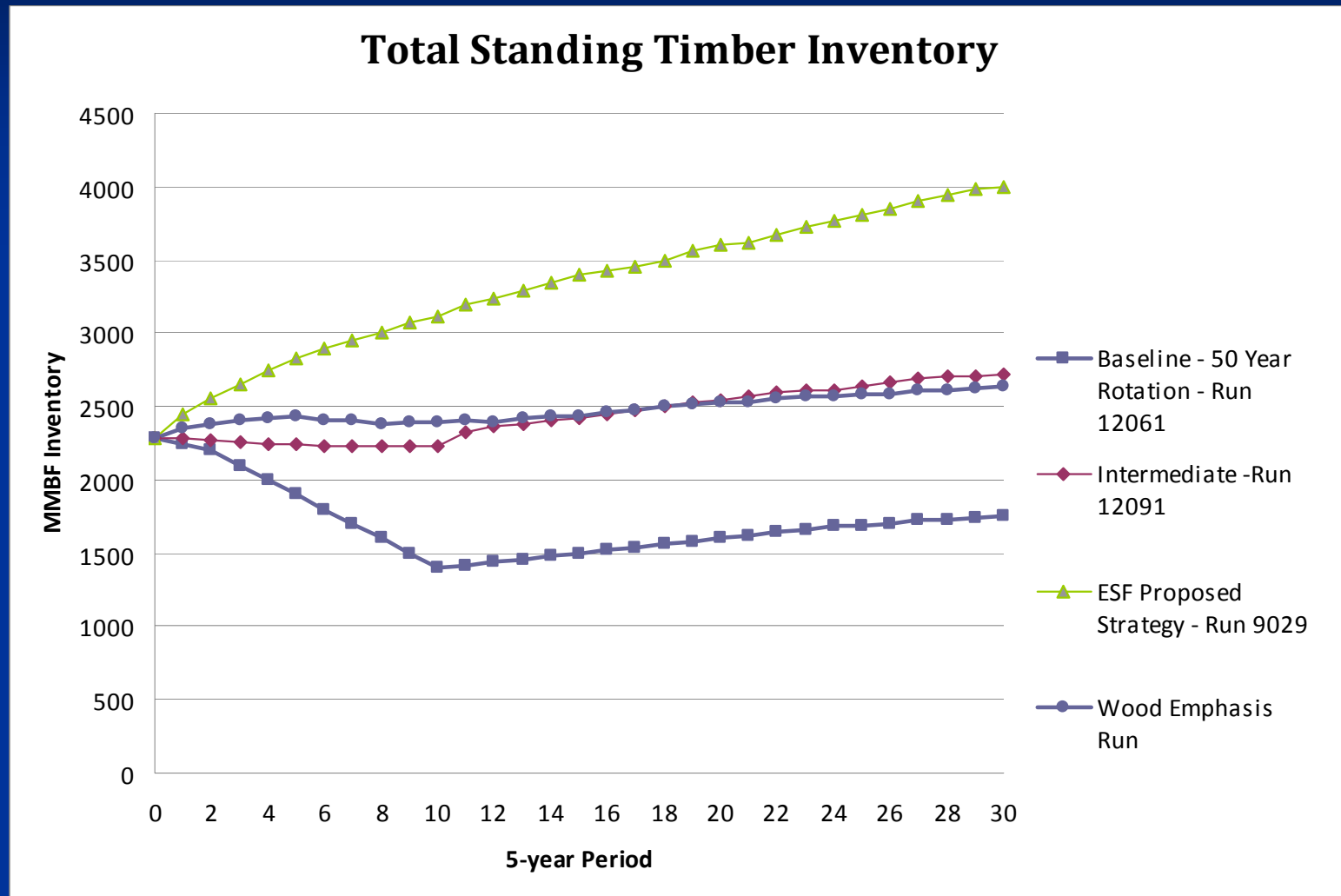


CASH FLOW (50 YEARS)

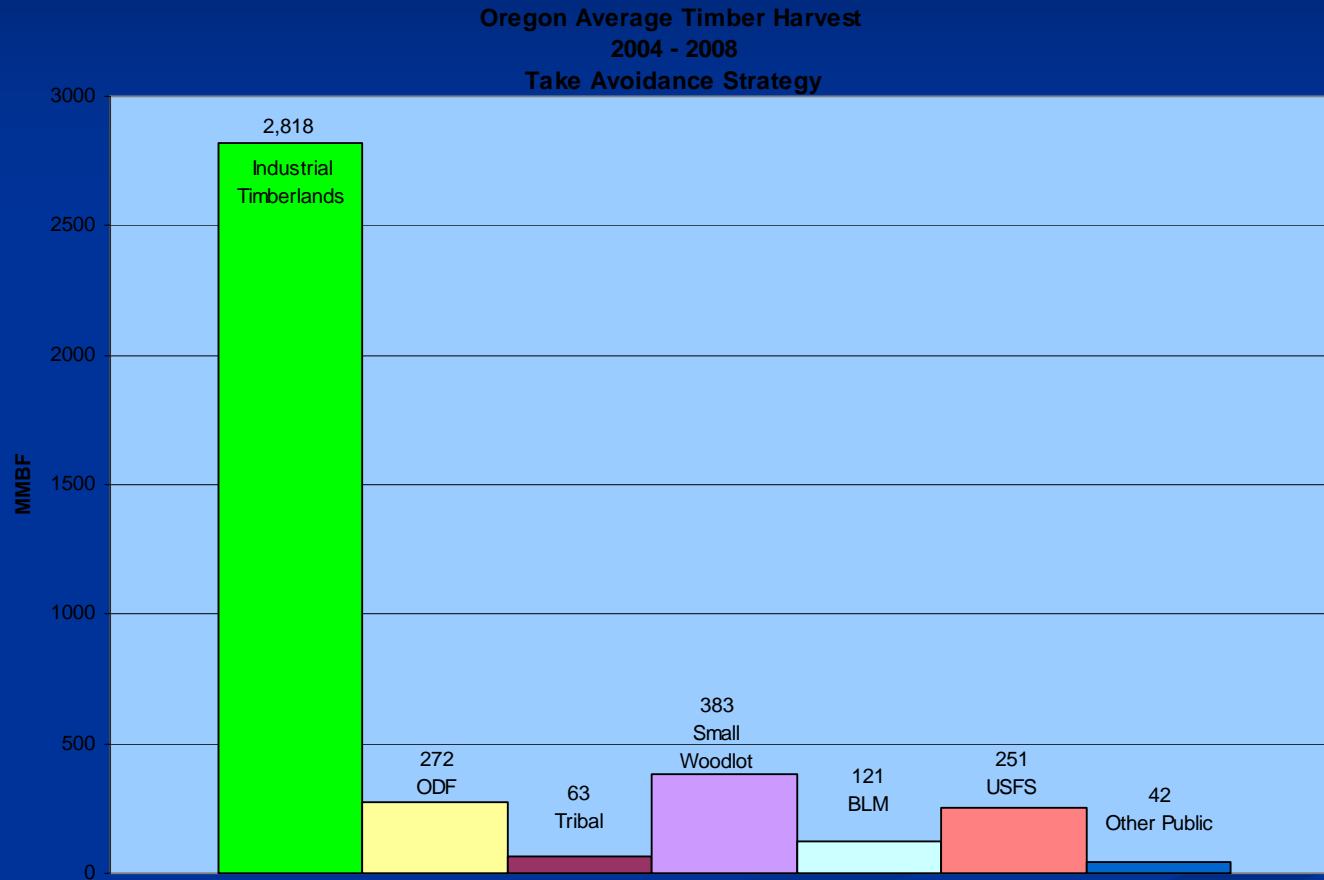
CASH FLOW (50 YEARS)



TOTAL STANDING TIMBER INVENTORY



OREGON AVERAGE TIMBER HARVEST 2004 - 2008



HABITAT CONSERVATION PLAN

Habitat Conservation Plan

