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RE: Regional Improvement Initiatives in Oregon

- Environmental Analysis & Decision Making Initiative (EADM)
- Forest Products Modernization Strategy (FPM)
- Forest Plan Revision
- Logging/Transportation/Operational Systems Reboot
- Eastern Oregon Socio-Economic Sustainability

Dear Becki, ML, Nick, and Aly:

This letter is submitted to provide recommendations to the US Forest Service PNW Region, addressing Oregon's eleven national forests, particularly regarding two agency improvement efforts: A) Environmental Analysis & Decision Making Initiative (EADM); and B) Forest Products Modernization Strategy (FPM). Furthermore, we have addressed three additional recommendations that are closely-related to the EADM and FPM, including: and C) Forest plan revision; D) Logging/transportation systems reboot; and E) Eastern Oregon economic sustainability.

I am writing on behalf of Associated Oregon Loggers, Inc. (AOL), which represents more than 1,000 logging and allied forest member companies statewide. These companies play a major role in management of private & public forests throughout Oregon— as contractors, purchasers, transporters, and vendors of forest management services (operators). AOL member companies commonly sub-contract or purchase Forest Service forestry, restoration, improvement, protection, and roading contracts. As such, AOL represents substantial expertise in forest management.

The future sustainability and growth of AOL member businesses is directly impacted by whether significant improvement can soon be achieved in statewide US Forest Service programs of environmental analysis decision-making, forest product modernization, and forest plan revision. These three programs have become unreasonably inefficient, costly, and untimely. We encourage effective national forest projects that promote accelerated active management of Oregon's federal forests through sawlog harvest, regeneration, managed growth, and forest protection— especially via the restoration of increasingly-overcrowded and unhealthy forests. AOL operator businesses and forest sector manufacturers (collectively, sector “infrastructure”) seek a more reliable quantity of viable forest management projects and valued timber supply that would fund accelerated forest restoration on Oregon's 14.2 million acres of national forests (47% of all Oregon forestlands).

The future sustainability of Oregon's eleven national forests—and their now-declining condition—is dependent on the viability and sustainable growth of the private forest sector infrastructure statewide, located in several key working circles. We are keenly concerned for the future of the now-declining ecosystem health and eroding condition of Oregon's national forests, and the surrounding natural resource-producing communities. Regrettably, because of nearly three decades of declining (and less reliable) national forest management, Oregon's private forest sector infrastructure statewide continues to experience declining investment and productive capacity. In parallel, the rural national forest communities also continue to have declining resiliency, investment, workforce, and vitality. And, I sense that further harmful forest infrastructure attrition is imminent in Oregon, without urgent improvement in US Forest Service land management project quantity, value, and certainty. This urgency is especially urgent in eastern and southwest Oregon, where forest sector disinvestment and rural community privation has been chronic and become dire—largely related to waning national forest project viability and quantity.

Oregon national forest future providence is dependent on the capacity of their nearby private forest sector and rural communities. Frankly, Oregon national forests and their future managed condition will rely on the agency's transformed recognition that the socio-economic vitality of private forest sector infrastructure must urgently become a vitally-important driver in all forest planning and project decision making. The true sustainable future of Oregon national forests—more than any other issue today—is wedded to a markedly improved socio-economic well-being of private forest sector infrastructure and expanded economic development within its tributary rural communities.

Were we to ignore addressing these serious socio-economic realities today in Oregon national forest management, then too many key working circles would predictably suffer the supporting forest sector exodus experienced in the US four-corner states of AZ, NM, UT, and CO (where negligible forest infrastructure remains). There once existed a robust forest sector in those states; but prohibitory national forest management since 1990 has resulted in its tragic elimination. In those four-corner states, today tens of millions of acres of national forests are in a calamitous status and wanting for economic partners and markets to aid in US Forest Service land management to remedy the forest health calamity. This same fate would be a preventable and unacceptable outcome for Oregon's eleven national forests. Later in this letter, I address a few particulars of weakening socio-economic status surrounding Eastern Oregon's six national forests (which also are relevant to SW OR forests).

We suggest that the agency consider the following key working circles in your future augmented socio-economic evaluation of effects of Oregon national forest management decision making:

Blue Mountains*	Malheur, Umatilla, Wallowa-Whitman, Ochoco; Emigrant
Central East*	Deschutes, Ochoco
Klamath*	Fremont-Winema
Southwest*	Rogue-Siskiyou, Umpqua
South Coast*	Siskiyou: Gold Beach, Powers
North Coast	Siuslaw
Valley Cascade	Mt. Hood, Willamette

\*working circles where USFS contributes to extraordinary socio-economic distress

The continued decay of Oregon national forest management during the past three decades has damaged the USFS agency's relationship with its important partners and cooperators. These partnerships, while still existing to a compromised degree, are necessary to foster effective national forest programs, projects and desired future conditions for sustainable forests. These partnerships are principally communities of place, those individuals, entities and organizations that have local and socio-economic vesting in national forest outcomes. As much USFS emphasis has wandered toward ecological preeminence since 1990, these important socio-economic relationships have at best been discounted, and at worst neglected. One of the greatest challenges ahead for the EADM and FPM initiatives will be to improve the tarnished partner relationships that have been severely disrespected by chronic Forest Service inefficiencies and failures at delivering effective forest management outcomes important to these important Oregon partners.

The partnerships, for which improved agency decision making should aim to strengthen, may include:

- County governments and school districts
- Local governments, such as cities, rural fire districts, municipal water districts, special taxing districts, irrigation districts
- Oregon Dept. of Forestry fire division (statewide, protect 47% of forests, regulates all burning)
- Oregon state agencies dealing with air quality, smoke & human health, emergency management, fire management (DEQ, OHA, OEM, Fire Marshal)
- Other non-federal governments/land managers, such as tribal, county, state forest, state agency
- Private property owning neighbors situated within the Federal-Private Interface zone (FPI)
- Rural residential owning neighbors situated within the Wildland-Urban Interface zone (WUI)
- Forest sector (purchasers, landowners, contractors, service providers, vendors)
- Ranching sector (permittees, landowners, grazing, irrigation, service providers, vendors)
- Destination site recreation users
- Motorized recreation users
- Non-motorized recreation users
- Mineral, mining, energy producers
- Utility rights-of-way holders
- Private property owning in-holders surrounded by national forests
- Special use holders of easements, agreements, licensees

While the two agency improvement efforts—EADM and FPM— are leading initiatives to upgrade USFS forest management effectiveness, these efforts must necessarily include considerations for three additional integrally-connected matters that currently impact your capability to manage. We encourage you to also address the inter-relationships of EADM and FPM within these added important programs:

- Forest plan revision;
- Logging/transportation systems reboot (operational systems); and
- Eastern Oregon socio-economic sustainability.

It is our concern that the EADM and FPM cannot be independently successful in Oregon without the Region's managers concurrently addressing the grim disruptive status of cobbled forest plans, deficient operational systems expertise, and fragile economic infrastructure in Oregon's Eastside.

Our comments are intended in the spirit of our long-standing cooperation and partnership with the Forest Service, and for the purpose of increasing efficiency of the agency's outdated procedures and organizational customs that encumber your sought-after improvement in decision-making, forest product programs, socio-economic contributions, and planning for projects-forest plans. Please consider AOL's recommendations, which are organized by the five categories mentioned above.

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- A. Environmental Analysis & Decision Making Initiative (EADM)
- B. Forest Products Modernization Strategy (FPM)
- C. Forest Plan Revision
- D. Logging/Transportation/Operational Systems Reboot
- E. Eastern Oregon Socio-Economic Sustainability

### A. Environmental Analysis & Decision Making Initiative (EADM)

#### Deficiency / Barrier

#### Recommendation

##### Decision-makers lack empowerment

Socio-economic discouraged by agency culture  
Risk-aversion rewarded by agency culture  
Risk-aversion=inaction=land neglect  
Decision makers lack authority & responsibility  
Managers lack socio-econ training/experience  
Economic value/operational feasibility lacks  
Managers fail to understand neighbors

Delegate more authority to local decision makers  
Decision makers rewarded for risk-taking and action  
Managers receive training in socio-economics & operations  
Empower managers to balance socio-econ with environment  
Manager decisions rewarded to know/respect neighbor values

##### No action alternative is wrongly 'status quo'

Current NEPA says "do nothing"  
Current NEPA neglects idling consequences

No action alternative address expected effects; include decline  
NEPA says No action expected decline in environment occurs  
NEPA says No action expected decline socio-economic occurs

##### Balance of harms fail to be weighed

Currently: risk-avoid all short-term impact  
Currently: long-term benefits foregone  
Currently: desired futures are unachievable  
Current high costs assure higher future costs

Authorize and reward effective 'balance of harms' assess  
Seek less short-term impact for greater long-term benefit  
Create simple 'balance of harms' tests in NEPA

##### Precautionary principle hobbles future

Current risk-avoidance forgoes long-term benefits  
Analysis paralysis due to inaction  
Err on side on inaction  
Endless wait for more/better information  
Costly delays and analyses  
Remain uninformed/inexperienced  
Projects not implemented

Authorize and reward effective tradeoff assessment/test  
Favor action to learn and accomplish; alter in NEPA  
Use current expertise and known science to act now  
Err on side on action and learning from experience  
Project implemented to gain experience/improve  
Cost overruns consume limited staff/budget  
Continuous improvement/learning  
Projects implemented



**Deficiency / Barrier**

**Recommendation**

Pre-eminence of environmental values

Environment values trammel socio-economic  
 Socio-economic outcomes unimportant/decline  
 Environment values harmed long-term  
 Scarce economic outputs to generate funds  
 Environment projects lack funding to achieve

Authorize and reward effective tradeoff envi vs. econ  
 Both environment AND socio-economic values thrive  
 Socio-economic outcomes increase  
 Environment values improve long-term  
 Robust economic outputs pay for environment projects  
 Environment projects are funded & achieved

Forest road access valued as a liability

Roads devalued as an environmental harm  
 Goals to decommission/eliminate roads  
 Fail to search for means to maintain roads  
 Managed roads not in vocabulary  
 Eliminate roads rather than manage roads

Forest access valued as essential asset management tool  
 Roads useful & necessary for administration & socio-economic  
 Many valued options to manage roads in a closed/hold status  
 Conduct roads cost vs. value tradeoff tests in planning  
 Sustainable forests demand future access; firefight access  
 Expand types of road management/classification

Tradeoff analysis lacking

Prescription/restriction costly w/o benefit  
 Planners uninformed of operating reality  
 Planners uninformed of economic reality  
 Planners uninformed of balance of harms  
 Planners uninformed of access feasibility  
 Planners/managers fail to integrate Rx

Reform project planning procedures  
 Conduct benefit/cost analysis of Rx and project  
 Conduct cost vs. value tradeoff test in planning  
 Restructure staff balance of expertise  
 Adjust mix of staff who plan projects  
 Train staff in need compliment of topics  
 Train decision makers in balance of topics

Interdisciplinary teams are imbalanced

Currently biased toward ecological  
 Currently deficient in socio-economic  
 Resulting plans/decisions imbalanced  
 Resulting decisions uneconomical  
 Resulting decisions infeasible  
 Resulting decisions ineffective  
 Resulting decisions fail at desired results  
 Resulting decisions achieve less resources  
 Resulting decision support by fewer people  
 Resulting decisions have more conflict  
 Resulting decisions sap \$\$ from other work  
 Resulting decisions limit future options  
 Too few socio-economic team members  
 Too many environmental team members

Planning teams re-balanced to include 12 disciplines:  
 1. Socio-economic: Economic;contract;budget;costs;Nepa  
 2. Socio-economic: Logging/transport; layout; operations  
 3. Socio-economic: Engineer/facilities; access; trail; road  
 4. Socio-economic: Users; recreation; security; publics  
 5. Socio-economic: Real estate;neighbor;easement;survey  
 6. Socio-economic: As-need; graze;cultural;irrigate;mine  
 1. Environment: Wildlife; habitat; terrestrial  
 2. Environment: Riparian; fish; amphibian  
 3. Environment: Hydrology; soils; erosion; geology  
 4. Environment: Botany; ecology; TES species; invasive  
 5. Environment: Silviculture; reforest; vegetation; pests  
 6. Environment: Fire; fuels; burning; hazards  
 Project teams of 50% socio-economic; 50% environment  
 Agency to re-balance; re-train staff to get 50-50 balance

Organization staffing imbalanced

Too few socio-economic staff/skills  
 Too few operational-experience staff/skills  
 Missing skill sets on most every forest  
 Too many environmental staff/skills  
 Decision makers uninformed in socio-economics

Re-structure staff balance to include 12 disciplines(above)  
 Train staff to include needed balance of expertise/skill-set  
 Train decision makers in balance of topics  
 Decision maker training in socio-economic/operational skills

**Deficiency / Barrier**

**Recommendation**

Lack uniformity to achieve NEPA sufficiency  
 Each NEPA document different  
 No NEPA standardization among forest/districts  
 “Re-invent the wheel” every NEPA  
 Legal errors created every project

NEPA format/content has effective standardization  
 NEPA costs less / needs less staff to complete  
 Documents/analyses have legal sufficiency  
 Experience-proven NEPA documents  
 Uniformity of legally-sound/replicated documents

Current objection/NEPA allows ease to stall  
 Exhaust funds/time on NEPA  
 Few funds/staff remain to implement project  
 Fewer projects implemented; more delayed  
 FS avoids projects with controversy threat  
 Opponents can blackmail FS into inaction

Codify greater legal sufficiency in NEPA decisions  
 Reduce ease of objection & litigation by detractors  
 More funds available to implement projects  
 More land management occurs  
 Controversial projects can proceed with learning

No expedited process for urgent projects  
 Opponents can easily delay urgent projects  
 Urgent projects fail; due to delay  
 NEPA now untimely for forest health needs  
 Wasted value; wasted opportunity  
 Socio-economic value foregone by delay/inaction

Codify NEPA legal sufficiency for urgent needs  
 Create local emergency project authority for action  
 Reduce ease of objection & litigation by detractors  
 Urgent restoration, salvage, reforestation happens  
 More funds to implement; more land management occurs  
 Huge increase in funds socio-economics for projects

No simple/expedited process to restore damage  
 Dead trees wasted; restoration never happens  
 Forestland becomes fallow; unsustainable  
 No treat: pest/wildfire/disease/storm/flood  
 Increasing acreage of deforestation  
 Long-term; more land unproductive  
 Urgent projects fail, due to delay  
 NEPA now untimely for restoration needs  
 Wasted value; wasted opportunity  
 Socio-economic value foregone  
 Trust broken for local community

Codify procedures to allow forests to restore damages  
 Procedural & NEPA legal sufficiency for urgent needs  
 Create new ‘emergency authority’ local project quick action  
 Urgent restoration, salvage, reforestation happens  
 Current deforestation backlog begins to be reduced  
 Future forests grown from current damaged forests  
 Reduce ease of objection & litigation by detractors  
 Streamlined means to decide and implement  
 More funds to implement; more land management occurs  
 Huge increase in fund/socio-economics for projects  
 Regain local community trust

Decisions unaware/discount neighbors 1)  
 Managers fail to understand neighbors  
 Federal-Private Interface values not considered  
 USFS actions neglect fed impacts on neighbors  
 Cohesive Wildfire Strategy fails to look inside  
 Fed sovereign immunity creates 1-way street  
 This is not “WUI”; rather it’s all neighbors  
 Cohesive Wildfire Strategy NOT the answer

New day when USFS actions consider neighbor values 1)  
 Manager decisions rewarded to know/respect neighbor values  
 Decision making weighs federal impacts on neighboring lands  
 NEPA decisions consider USFS inaction/action on neighbors  
 Federal-Private Interface (FPI) very important to private sector  
 Passive fed management has adverse consequence to neighbors  
 USFS informed about protection cost of neighbors

**1) FOOTNOTE: “Federal-Private Interface” Injures Non-Federal Neighbors**

*Along the thousands of miles of Oregon federal forest boundary shared with non-federal neighbors, current federal forest policies increasingly adversely impact their neighbors--and transfer risk from the federal lands to the non-federal neighbors. For example, the long-term average of US Forest Service-borne wildfires burn 80% of the annual forest acreage of wildfires--even though the USFS protects only half of Oregon’s forest acreage. This disproportionate impact demonstrates how federal forest policies extend beyond their federal boundaries--to those forestlands which the Board has jurisdiction to protect.*

**Deficiency / Barrier**

**Recommendation**

Wildfire smoke impacts not weighed

Off-forest impact of USFS inaction/project ignored  
 NEPA fails to address wildfire in unhealthy forest  
 NEPA fails to address predicted wildfire impact

Decisions consider USFS wildfire smoke/other impacts off NF  
 USFS policy altered so NEPA addresses FS impact on neighbors  
 NEPA address wildfire probability on unhealthy forest  
 NEPA address predicted wildfire impacts/consequences

Diameter limits (21.0" dbh) cripple projects

Applies to all eastside forests  
 1996 "temporary" screens codified by EA  
 Artificial, not science- based, nor integrated  
 Outdated; divisive to harm local trust  
 Hobbles many projects to render infeasibility  
 Directly reduces restoration scope & scale  
 Detrimental to both environment & socio-economic

Regional Office rescind 21.0" metric; replace with 30"  
 Raise the metric; and expand local authority to drop it  
 Codify with the same EA as original 1996 decision  
 Future forest plan revision can refine the new 30" metric  
 Update to make contemporary, rather than "temporary"  
 Improve project opportunity/feasibility; more acres viable  
 Increases scope & scale of restoration  
 Vastly enhances environment & socio-economic outcomes

Implemented projects underperform decision

End-results of NEPA prescription often partial  
 Socio-economic value left unachieved  
 Environmental benefits then also unachieved  
 Example: goal 60 sf/ac basal area; result 85sf/ac  
 Project feasibility is compromised  
 Harms local trust; impacts forest sector  
 Directly reduces restoration scope & scale  
 Detrimental to both environment & socio-economic

Post-contracted results equate to NEPA prescription  
 Improved thorough prep & contracting to goal-oriented  
 Increases scope & scale of restoration  
 Vastly enhances environment & socio-economic outcomes  
 Improve project opportunity/feasibility; more acres viable  
 Increases scope & scale of restoration

Planned projects neglect socio-economic needs

End-results of NEPA prescription unattainable  
 Socio-economic value left unachieved  
 Environmental benefits then also unachieved  
 Example: light harvest volume is uneconomical  
 Example: operating restrictions uneconomical  
 Project feasibility is compromised  
 Harms local trust; impacts forest sector  
 Directly reduces restoration scope & scale  
 Detrimental to both environment & socio-economic

Plans create infeasible or poorly-economical prescription  
 Improved tradeoff analyses prior to NEPA decision  
 Increases scope & scale of restoration  
 Vastly enhances environment & socio-economic outcomes  
 Improve project opportunity/feasibility; more acres viable  
 Feasible mix of tested/balanced/feasible operating restrictions  
 Increases scope & scale of restoration

Few NEPA tools for small/simple/urgent projects

CE authorities often untapped for use  
 CE slowed by delayed consultation  
 No simple emergency CE defined  
 Too slow for mortality, wildfire, forest health

Develop new NEPA small/urgent project tools  
 Develop quick-use, simple project NEPA tools  
 Create CE where consultation not needed  
 Salvage; safety; restoration, emergency, repair  
 Timely value recovery, reforestation, habitat

## **B. Forest Products Modernization Strategy (FPM)**

### **Deficiency / Barrier**

Tree measurement sale type  
 Costly/demanding for USFS prep  
 Costly/risky for purchaser  
 Affords no real added accountability  
 Not an accepted industry standard

Cunit cubic timber volume measure  
 Costly/demanding for USFS prep  
 Costly/risky for purchaser  
 Affords no real added accountability  
 Not an accepted industry standard

Tree designation: account for every tree  
 Costly/demanding for USFS prep  
 Costly/risky/unsafe for purchaser  
 Affords no real added accountability  
 Not an accepted industry standard  
 Inferior tree selection decisions by FS  
 Delays operations; to wait for FS paint

Sawlog defined too small  
 Smaller than accepted industry standard  
 Costly/risky for purchaser  
 Devalues FS product and project  
 Required removal of negative-value piece  
 Makes more FS projects infeasible

Log paint & brand; load accounting  
 Costly/risky for purchaser  
 Unsafe/costly for operator  
 Affords no real added accountability  
 Extraordinary cost for low-value log  
 Prohibit overnight loads  
 Not accepted industry standards  
 Makes more FS projects infeasible

TEA appraisal antiquated, inaccurate  
 FS does not support TEA properly  
 FS lacks market/logging expertise for TEA  
 TEA not applied to working circles  
 Costly/risky for purchaser  
 Not an accepted industry standard  
 Makes more FS projects infeasible/no-bid

### **Recommendation**

Scaled sale is industry standard  
 Reestablish scaling sites/mills/relationships

Board foot (Scribner thousand)  
 BF is industry standard for sawlog  
 Ton: industry std for pulp; low-value/uniform sawlog

Efficiency tools: DxD, DxD  
 Rely more on scaled sale method  
 Purchaser/operator makes better tree selections  
 Better multi-resource results  
 More FS use would improve expertise by all  
 DxD is industry standard  
 Pre-agree on cutting of unusual/safety/rigging trees

Increase size of minimum sawlog removed  
 Negotiate required removal of negative value logs  
 Tailor to local & current market in working circle  
 Match local industry standard, and by species/grade  
 Match local industry standard of sawlog/pulplog  
 Reform all: piece, scale, accounting, payment

Load accounting simplify; track by load  
 Unique load ticket w/description  
 Paint/brand/tag just 1 log/load  
 Load ticket is industry standard  
 Overnight loads, ok by approval  
 Accounting tailored for local working circle  
 TSO should be security authority

Return to a simplified residual value appraisal  
 Use appraisal to establish minimum rates only  
 Converting to scaled sale resolves bad appraisal  
 Appraise unique to local working circle  
 Reestablish FS appraisal expertise



<b><u>Deficiency / Barrier</u></b>	<b><u>Recommendation</u></b>
<u>Contracts with extraordinary restrictions</u> Outdated USFS costly demands Seasonally restrict costs Equipment restrict costs Overlapping restrict costs Costly/risky for purchaser Often affords worse overall resource results Not an accepted industry standard Makes more FS projects infeasible Quickly can lead to no-bid sale Many restrictions are cost-prohibitive Other costly restrictions reap little benefit	Reform/scrutinize contract to reduce/inform restrictions Assign costs to restrictions; reduce cost of restrict Conduct cost vs. value tradeoff test in planning Reduce scope & scale of frivolous restriction Tailor to industry standards more often than not Create contract terms for alternate methods Practical contract for anchoring, corridors, trails, etc Practical contract for logging safety, hazard tree, etc Reduce seasonal bans Temper soil bans, re-align disturbance to modern stds
<u>IFPL unique to USFS</u> Outdated USFS rules Costly/risky for purchaser Affords no real added fire protection Not an accepted industry standard Makes more FS projects infeasible	Adopt Oregon ODF IFPL rules Recently modernized in 2017
<u>Not apply KV authority (Congress in 2005)</u> Inefficient collection & use of KV funds	KV funds can be used outside project boundary, same forest On-forest efficient collection & use of KV funds
<u>Not apply "I&amp;D authority" (Congress in 2014)</u> Inefficient application to address this OR Governor/FS designated 6.6 million acres Oregon slow to implement any I&D project 5 OR projects planned; 0 implemented	Create program to accelerate/streamline I&D authority Each forest with I&D designation has active implementation Region codify streamlined authorities to conduct I&D program Vastly enhances environment & socio-economic outcomes Improves forest health and long-term sustainability
<u>Few contract tools for small/simple/urgent projects</u> Current contract authorities too cumbersome CE slowed by delayed consultation No simple emergency contract defined Too slow for mortality, wildfire, forest health	Develop new contracted small/urgent project tools Develop quick-use, simple project contract tools Create CE/contract where consultation not needed Salvage; safety; restoration, emergency, repair Timely value recovery, reforestation, habitat

### C. Forest Plan Revision

<u>Deficiency / Barrier</u>	<u>Recommendation</u>
<u>11 existing outdated Oregon forest plans</u> 26-32 years old; NFMA intent is 20-year life Much antiquated science; conflicting policy Current plans hinder project NEPA With ineffective plans, each project an EIS No schedule/proposal to initiate plan revision	Region initiate systematic program to revise all 11 plans Revise forest plans individually; 2-forest combinations ok Blue Mtns plan would be only appropriate 3-forest plan Complete plans that support project NEPA With new plan, each project short EA or CE, tiered to plan Schedule Oregon 11 plan revision completed by 2023
<u>Current plans all lack sufficient integration</u> Socio-economic & environment not integrated Prior revisions/amendments failed to integrate NWFP revision outdated and politically-drawn Screens/Pacfish/Roadless amendments Current plans ineffective; lack legal sufficiency Dozens of amendments make further conflicts Court rulings/settlements often irrational Plans now an impenetrable maze of conflicts Plan conflicts open to legal inadequacy	Regional planners create template for effective revision New procedures must integrate socio-economic & environment New plans to supersede prior amendments/revisions/settlement Plans should create foundation to which projects can tier Plans best with fewer standards and guides Plans to be driven by local partnerships/relationships (page 3) Plans to offer effective desired conditions and legal sufficiency Keep plans simple to understand and implement New plans have improved socio-economic; better than prior New plans should have solid legal sufficiency
<u>Recent planning efforts neglect socio-economics</u> Recent planning efforts lack local relationships Past planning discounted communities of place Past planning created grassroots fatigue Past planning created distrust Planning lacks logging-transportation assess Planning omits valid socio-economic assessment Planning void of economic viability tests Plans capped by current costs and budgets	Regional planners create program to re-balance priorities Plans to include working circle socio-economic assessment (page 2) New plans to improve partner relations ships (page 3) New plans responsive to communities of place and partners New plans rebuild trust; rather than diminish it Plans address integrated logging-transportation assessment Plans address integrated socio-economic assessment Plans use modern economic viability tests; socio-economic efficiency NOT budget-limited; new efficiencies reduce cost to plan/implement

### D. Logging/Transportation/Operational Systems Reboot

<u>Antiquated/lacking expertise in operations</u> Logging system lens of the 1980s Inexperienced at road/logging systems feasibility Sale layout/designation lens of the 1980s Timber contracting/appraise/cruise outdated Logging compatibility of thin vs. regeneration Post-sale fuels/reforest/release inexperience Timber accountability/security in dark ages Unawares of operational costing Unawares of operational safety One "logging specialist" shared R6 & R5 Few staff/decade attend logging systems train	Modern knowledge of contemporary forest operations Informed on mechanized, cable, hybrid, tether, helicopter Adept with designing optimized road/logging systems Modern, industry standard in sale layout Modern, industry standard in contracting/appraisal Modern, industry standard in logging vs. silviculture Modern, industry standard in post-sale treatments Modern, industry standard in timber accounting Modern, industry standard in costing Modern, industry standard in operational safety Resident expertise on each forest, district or zone Many trainings repeated to rapidly rebuild expertise
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**Deficiency / Barrier**

**Recommendation**

Interdisciplinary teams are imbalanced

Currently biased toward ecological  
 Currently deficient in socio-economic  
 Resulting plans/decisions imbalanced  
 Resulting decisions uneconomical/ infeasible  
 Decisions ineffective; fail at desired results  
 Decisions achieve less; less supported  
 Decisions sap \$\$ from other work  
 Decisions limit future options  
 Current ID teams 80%+ environmental skills

Planning teams re-balanced to assure 6 disciplines:

1. Socio-economic: Economic;contract;budget;costs;Nepa
  2. Socio-economic: Logging/transport; layout; operations
  3. Socio-economic: Engineer/facilities; access; trail; road
  4. Socio-economic: Users; recreation; security; publics
  5. Socio-economic: Real estate;neighbor;easement;survey
  6. Socio-economic: As-need: graze;cultural;irrigate;mine
- Project teams to have 50% socio-economic seats  
 Inclusion of the 6 above skill-sets to balance decisions  
 Improved ID team skills are 50% environmental and 50% economic

Organizational staff lack operational skills

Too few socio-economic staff/skills  
 Too few operational-experience staff/skills  
 Missing skill sets on most every forest  
 Too many environmental staff/skills  
 Decision makers uninformed in socio-economic

Increase staff expertise in logging/transport; layout; operations  
 Increase staff expertise in engineer/facilities; access; roads  
 Re-structure staff to include 6 socio-economic disciplines  
 Train staff to include needed balance of expertise/skill-set  
 Train decision makers in balance of topics  
 Decision maker training in socio-economic/operational skills

Tradeoff analysis lacks operational tools

Prescription/restriction costly w/o benefit  
 Planners uninformed of operating reality  
 Planners uninformed of economic reality  
 Planners uninformed of balance of harms  
 Planners uninformed of access feasibility  
 Planners/managers fail to integrate Rx

Reform project planning procedures to assure project viability  
 Assure operational economics in NEPA planning  
 Conduct cost vs. value tradeoff test in planning  
 Conduct benefit/cost analysis of Rx and project  
 Restructure staff balance of expertise  
 Train staff in need compliment of topics  
 Train decision makers in balance of topics

Forest road access valued as a liability

Roads devalued as an environmental harm  
 Goals to decommission/eliminate roads  
 Fail to search for means to maintain roads  
 Managed roads not in vocabulary  
 Eliminate roads rather than manage roads  
 Goal to reduce miles of system roads  
 Excess spending on road rebuild & eliminate

Forest access valued as essential asset management tool  
 Roads useful & necessary for administration & socio-economic  
 Many valued options to manage roads in a closed/hold status  
 Conduct roads cost vs. value tradeoff tests in planning  
 Sustainable forests demand future access; firefight access  
 Expand types of road management/classification  
 Roads are an asset, subject to many types of classification  
 Restore/reconstruct low standard roads & managed access

## **E. Eastern Oregon Socio-Economic Sustainability**

### **Eastern Oregon Forest Sector Distressed; Urgent Need to Increase Timber Sale Volume, Value, and Reliability.**

The impact of all the aforementioned obstacles is even more dire in Eastern Oregon, where the forest sector capacity has diminished in scope, scale, and geographic availability. Distant markets and increasingly-fewer forest management opportunities are becoming inconsistent and unreliable, largely due to the waning commitment to forestry of the public forest ownership, and its 75%+ dominance of the forestland area across the Eastside. Lacking significant future forest policy changes, the continued harmful erosion of the forest sector is predictable in Eastern Oregon.

Amid much rhetoric of promised increase in national forest management outputs, the real economic value and volume actual harvest of US Forest Service timber sale volume across Eastern Oregon—and within some working circles—has remained flat or actually experiencing value decline (largely due to the escalating percentage of USFS timber offer of pulpwood, lower value sawlog, and negative valued-sawlog; and additionally the increasingly uncertain future availability of planned and projected USFS timber volume). This cannot be a sustainable long-term socio-economic situation, as forest sector infrastructure investment has for years been lagging there, mills in-general operate well below their competitive capacity, and neither manufactures nor contractors can afford to sufficiently invest in the necessary technology, labor and organization to remain sustainable and competitive over the long-haul.

Manufactures and forest contractors, in general on the Eastside, have been unable to maintain sufficient investment in their infrastructure and labor to remain fully competitive in the Northwest and North American forest products sector. There remain just nine primary forest product mills on the Eastside. At first glance this may appear sufficient to manage the forestlands. However, the distance between mills, specialization of each mill, and each mill's stifled capacity/investment renders the current milling capacity and forestland management tenuous at best... and likely unsustainable. The same calculus of marginal sustainability is applicable to the forest contract sector.

There are Eastside geographic areas (working circles; see page 2) where the smaller so-called non-industrial private forestland owners simply have no viable market to conduct forest management—due to either a mill, operating a curtailed capacity refusing their timber sale, or uneconomical distances, or unavailable contract capacity, or uneconomical cost-value situations fostered by chronic industry disinvestment in the working circle impacting cost metrics. Non-industrial private forest and ranchlands experience increasing pressure to change land use to non-forest land uses on the Eastside, because currently growing and harvesting trees is becoming an uneconomical venture for owning and paying taxes on their forestland. This threat of forestlands exiting forest status should concern all Oregonians and the US Forest Service decision-makers alike.



**Eastside Deficiency / Barrier**

**Eastside Recommendation**

<u>Uncertain USFS timber volume available</u>	Restoration of USFS timber volume certainty
Forest plan promised volume never attained	Revise forest plans to be reliable & legally sufficient
Forests often under-achieve annual sale targets	Forests achieve annual sale targets
Leakage of volume pre-harvest; FS cancel units/sales	USFS prepared NEPA-defensible project decisions
Forest plans outdated and conflicting	Revise forest plans to markedly increase sawlog sale

<u>Declining USFS timber value</u>	Improving USFS timber value
Rising non-merch volume %	Reduce non-merch volume %
High % of negative-value so-called "FS sawlog"	Redefine/increase FS sawlog definition match industry standard
No tree cut over 19-20" dbh (precautionary)	Revise/rescind 21" limit; raise to 30" dbh
No large trees included	harvest some large trees up to 30" dbh
Paint every tree	DxD, DxD
Conservative, light harvest	Harvest more trees/acre of area treated
Underperform NEPA Rx	Fully-implement RX harvest density & tree size
Poor layout; inaccessible units	Improve logging/transportation plan & layout
Long skidding distances	Authorize needed practical/feasible road access

<u>Rising operating costs of USFS timber sales</u>	Declining operating costs of USFS timber sales
Extraordinary operating costs of USFS sales	Reduce operating conflicts/restrictions
Refer to list "Declining USFS timber value"	Refer to list "Improving USFS timber value"

<u>Few contract tools for small/simple/urgent projects</u>	Develop new contracted small/urgent project tools
Current contract authorities too cumbersome	Develop quick-use, simple project contract tools
CE slowed by delayed consultation	Create CE/contract where consultation not needed
No simple emergency contract defined	Salvage; safety; restoration, emergency, repair
Too slow for mortality, wildfire, forest health	Timely value recovery, reforestation, habitat

**Eastern Oregon Lacks Cable Logging System Capacity; Urgent Need to Restore Sufficient, Cost-Effective, and Reliable Cable Timber Sale Volume.**

**Problem A:** There are no cable logging contractors doing business in Eastern Oregon working circles, that are available to harvest Forest Service cable harvest units. Federally available cable capacity is gone in Eastern Oregon, after 20 years of negligible national forest timber sale of cable sawlog volume in eastside working circles (northeast, central, south-central). Cable contractors may from time to time consider travelling from outside Eastern Oregon, if their extraordinary mobilization and per diem cost premium are paid to work remotely. Or, within an eastside working circle, an existing mechanized contractor may from time to time consider re-tooling to cable log locally, if their extraordinary mobilization and establishment amortization costs are paid to work for a short-duration project. At present all USFS cable logging projects in Eastern Oregon are short-duration temporary projects—which would not warrant establishment amortization cost/premium of new cable capacity.

**Problem B:** At present, any logging business would consider a USFS cable logging projects in Eastern Oregon as very high-cost, with great risk, and uncertainty. The USFS has an earned reputation as having costly, overly-restricted projects, little profit opportunity, poor layout, punitive contracts,

excessive removal & accountability specs, and inexperienced contract administration. Furthermore, USFS cable projects are experienced to be short-duration temporary projects—which would not warrant establishment amortization cost premium of new cable capacity.

**Problem C:** At present, any logging business would consider a USFS cable logging projects in Eastern Oregon as encumbered by both excessive seasonal and impractical industrial fire restrictions. Again, these restrictions create a very high-cost project, with great risk, and uncertainty. The USFS has an earned reputation as having excessive seasonal and impractical industrial fire restrictions—which quickly render a project unprofitable to the contractor. A USFS cable project would be perceived (most correctly) as high-cost, little profit opportunity, poor layout, inexperienced contract administration, and subject to unworkable and costly seasonal and impractical industrial fire restrictions. Just one graphic example: in 2017, the Deschutes-Ochoco NF mandated a full industrial shutdown for summer fire precaution exceeding 40 days, not including a dozen or more additional day that it mandated cable logging would have been shutdown (if it had any). This alarming shutdown was both egregious and punitive to the working circle's forest sector businesses; the same forest sector businesses which the USFS hopes to attract to partner and invest in national forest management.

**Problems Are Surmountable:** Problems A, B and C illustrate the high bar necessary to overcome in the agency's endeavor to restore cable logging system capacity in Eastern Oregon. However, this objective is both achievable and certainly warranted—because Eastern Oregon national forests have abundant cable-suitable forestland that's in dire need of restoration, harvesting, and forest improvement. Furthermore, there are abundant national forest cable slopes where cable logging could be cost-effective and profitable—provisionally, if the USFS would for cable harvest units reform its project planning standards, policies, procedures, and timber sale programs.

**We would welcome the opportunity for the private sector to increase cable logging contract capacity in Eastern Oregon:** We encourage the Forest Service to improve national forest timber sale of eastside cable sawlog volume. Without a targeted agency initiative to accomplish this objective for a longer duration, I am doubtful that consistent cable logging capacity would be restored in Eastern Oregon. To foster the private sector increase of cable logging contract capacity in eastern Oregon, I am available to advise and counsel, as needed.

**Strategy -- Cable Logging System Capacity Reestablished in Eastern Oregon:**

We encourage the USFS to pursue cable unit plans, designs, and offering sawlog timber volume – which would advance the national forest's desired future condition and improve the economic and social contributions from the federal forest. A unified cable restoration initiative—possibly coordinated by the regional office— would be necessary; we suggest the following components of such an initiative:

1. One forest alone cannot reboot USFS cable logging capability or contractor capacity; it will take a concerted agency effort by all 6 eastside OR national forests. Regional office assistance would be helpful.
2. The 6 eastside forests would need to develop a concerted and reliable package of cable sawlog volume annually with each working circle (see page 2). This volume per forest should be determined in cooperation with eastside working circle purchasers and associations.

3. The 6 eastside forests would need to develop agreed metrics for minimum thresholds of cable sawlog volume per acre, per cable road, per unit, and per sale. These threshold volumes should be determined in cooperation with eastside working circle purchasers and associations.
4. The 6 eastside forests would need to develop agreed guidelines for cable timber sales in terms of operating season/access; residual leave-tree/buffers; road surfacing durability/season of use. Five-month/summer logging alone cannot sustain re-established cable capacity. These guidelines should be determined in cooperation with eastside working circle purchasers and associations.
5. Cable sawlog volume (minimum sawlog spec) should be measured as industry-standard sawlog—*not* including pulplogs; *not* including negative-value USFS regional office dictates of 10 bf piece. Sawlog volume definition should be tailored for each specific working circle, by species and grade. These minimum sawlog specifications should be determined in cooperation with eastside working circle purchasers and associations.
6. Eastside cable units would need to be designed to be readily economically feasible, and very cost effective. These factors have much to do about: cut sawlog value/volume per cable road; properly located roads/landings; cost-effective span/external yarding distance/deflection; uninterrupted operating season/access; residual leave-tree or stream buffer complications; safety hazards; road surfacing durability/season of use; mechanized falling available on cable slopes; and other considerations.
7. Modern knowledge of contemporary cable and mechanized logging/transportation systems would be required on each forest – resident staff. Staff needs to be skilled in mechanized, cable, hybrid, tether, helicopter, yarding; experienced at road/logging systems feasibility; adept with designing optimized road/logging systems; experienced with modern, industry standards in sale layout/ contracting/ appraise/ silviculture.
8. Interdisciplinary teams must change their past uneconomical behavior; and team skill-sets must be reformed (see prior discussion) to be 50% socio-economic staff skill-sets. Knowledgeable team member must have logging systems expertise.
9. There must be more sincere and effective tradeoffs made during NEPA planning to install adequate, and properly located, roads and landings for fair inclusion of necessary and feasible cable logging and forest management access [environment vs. socio-economic]. This has not been the case the past couple decades on the eastside.
10. To achieve economically feasible cable logging re-establishment on eastside, the harvest method must be regeneration or include a significant regen component, which removes significant sawlog value now. Cable viability cannot be dependent on just low-cut volumes/values—or low value removal per acre— from light thinning or thinning from below. This may also require rescinding the 21” diameter cut limit, to authorize a higher 30” cap.

AOL Recommendation – Regional Improvement Initiatives in Oregon  
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Thank you for the opportunity to comment about the US Forest Service agency improvement efforts, applicable to Oregon's eleven national forests. If our comments create questions, please do not hesitate to contact me: 503-364-1330, or by email: [rstorm@oregonloggers.org](mailto:rstorm@oregonloggers.org)

Sincerely,

*/s/ Rex D. Storm*

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