

LAWS OF ALASKA

2024

Source SCS CSHB 104(RES) Chapter No.

AN ACT

Relating to timber sales.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

THE ACT FOLLOWS ON PAGE 1

## AN ACT

1	Relating to timber sales.
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3	* Section 1. AS 38.05.110(c) is amended to read:
4	(c) If a sale of timber may be offered under multiple provisions of
5	AS 38.05.110 - 38.05.120 [AS 38.05.110 - 38.05.123], the commissioner shall
6	determine the applicable provisions under which to offer the timber.
7	* Sec. 2. AS 38.05.113(c) is amended to read:
8	(c) Sales of 160 acres or less and expedited sales conducted under
9	AS 38.05.117 [EMERGENCY SALES] are exempt from the requirements of this
10	section.
11	* Sec. 3. AS 38.05.117 is repealed and reenacted to read:
12	Sec. 38.05.117. Expedited sales for salvage, fire, and pest mitigation. (a)
13	After making a written finding that the disposal will serve the best interests of the state
14	under AS 38.05.035(e), the commissioner may offer, on an expedited basis, timber for
15	sale under this section that the commissioner has determined

1	(1) has lost economic value because of insect infestation, disease, or
2	the effects of fire or fire suppression activities;
3	(2) that, if not harvested within two years, is likely to lose substantial
4	economic value because of insect infestation, disease, or the effects of fire or fire
5	suppression activities;
6	(3) the removal of which will aid in preventing surrounding timber or
7	forested land from losing economic value because of imminent insect infestation or
8	disease; or
9	(4) is located on land that is to be cleared for conversion to nonforest
10	uses.
11	(b) The provisions of AS 38.05.113 do not apply to timber sales conducted
12	under this section.
13	(c) In this section, "forested land" has the meaning given in AS 41.15.170.
14	* Sec. 4. AS 38.05.118 is amended by adding new subsections to read:
15	(d) Notwithstanding AS 38.05.115 and (a) of this section, and upon a written
16	finding that the sale is in the best interest of the state and will promote economic
17	activity in the timber sector or reduce the risk of fire or the spread of disease or insect
18	infestation, the commissioner may negotiate a sale of timber to a local manufacturer of
19	wood products or a user of wood fiber at less than the appraised value. However,
20	while an initial stumpage rate for a contract under this subsection shall be determined
21	by negotiation, the rate may not be less than the base price for the area as established
22	under regulations adopted by the commissioner. A contract under this subsection must
23	provide that a stumpage rate be redetermined by negotiation at least once every five
24	years during the term of the contract to reflect changes in market conditions. The
25	redetermined rate may not be less than the base price for the area as established under
26	regulations adopted by the commissioner.
27	(e) If more than one local manufacturer of wood products or user of wood
28	fiber expresses interest in the same sale of timber under this section, the commissioner
29	may sell the timber by bid under AS 38.05.120.
30	* Sec. 5. AS 38.05.123 is repealed.
31	* Sec. 6. The uncodified law of the State of Alaska is amended by adding a new section to

1 read:

2	REPORT TO THE LEGISLATURE. Not later than the 30th day of the Second
3	Regular Session of the Thirty-Fourth Alaska State Legislature, the Department of Natural
4	Resources shall prepare and present a report to the senate secretary and chief clerk of the
5	house of representatives on timber sales conducted by the department under AS 38.05.110 -
6	38.05.120 for the period between July 1, 2024, and June 30, 2025, and notify the legislature
7	that the report is available. The report must
8	(1) include an accounting of timber sales conducted under AS 38.05.110 -
9	38.05.120 that describes each timber sale, including
10	(A) the limitations, conditions, and terms of the sale;
11	(B) whether the sale was a salvage, fire, or pest mitigation sale under
12	AS 38.05.117, as repealed and reenacted by sec. 3 of this Act, a negotiated sale under
13	AS 38.05.118, as amended by sec. 4 of this Act, or another type of sale;
14	(C) if applicable, the amount of time between the publication of the
15	written finding and the timber being offered for sale, and any other factors that
16	extended the period required for publication of the written finding authorizing the sale,
17	if any, or otherwise delayed the sale; and
18	(D) how the department provided notice of the sale;
19	(2) describe and account for any timber sale for which a final best interest
20	finding under AS 38.05.035(e) was issued that did not occur because the timber subject to the
21	sale lost economic value as a result of insect infestation, disease, or fire;
22	(3) include any changes to state statute that the department recommends to
23	make the state's timber available for the maximum benefit of the people of the state in a
24	manner consistent with the public interest; and
25	(4) include any other information that, in the judgment of the department,
26	would be of use to the legislature in improving the state's timber disposal procedures.

-3-