



Oregon

Theodore R. Kulongoski, Governor

Department of State Lands

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Received

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Bureau of Land Mgmt
Prineville District

June 12, 2008

Debbie Norton
District Manager
US Bureau of Land Management-USDI
Prineville District
3050 NE 3rd St.
Prineville OR 97754

State Land Board

Theodore R. Kulongoski
Governor

Bill Bradbury
Secretary of State

Randall Edwards
State Treasurer

RE: State of Oregon In Lieu Selection

Dear Ms. Norton:

It is my understanding that you desire information concerning the land uses anticipated by the state of Oregon for the approximately 1537-acre tract known as the "Deschutes Market Road Tract (DMR)."

The tract is located northeast of Bend, near the current city limits and adjacent to the existing Bend Wastewater Treatment Plant. Contiguous with the proposed Bend Urban Reserve Study Area, the tract is also just east (less than a mile) of the city's Juniper Ridge mixed use development area.

The Department of State Land's evaluation of the DMR Tract indicates that the property has potential for uses compatible with nearby and adjacent land uses, as well as the future possibility for higher value land uses associated with higher density development as is being introduced into the area. Under any circumstance, short or long term, the Department will manage and use the land in a manner consistent with the applicable local comprehensive land use plan and zoning ordinances.

Currently the property is zoned for Exclusive Farm Use. DSL would manage the land consistent with the current zoning for the foreseeable future. I expect that we would manage the lands in a substantially similar manner to the BLM's management at least until a specific area management plan is developed. Under the existing zoning ordinance and state law, new developed uses require considerable justification, review and approval by local government and, possibly, the Oregon Department of Land Conservation and Development.

I hope that this information is sufficient to meet your needs. Should you have additional questions, please contact the Department's lead for the in-lieu project, Steve Purchase, Assistant Director for Land Management at 503-986-5279.

Sincerely,

Louise Solliday
Director

cc: Steve Purchase, Assistant Director, DSL, Salem
Nancy Pustis, Manager, Eastern Region, DSL, Bend

