discussed in the FEIS, and applicable laws, regulations, and policies. The decision and rationale for the decision will be documented in a Record of Decision. That decision will be subject to appeal under applicable Forest Service regulations. Notice is hereby given that we are requesting from the Chief of the Forest Service that the proposed 1997 aerial application of herbicides be considered a response to an emergency situation and this component of the Proposed Action should not be subject to a stay as described in 36 CFR 215.10(d).

Dated: December 17, 1996.
Jane Kollmeyer,
District Ranger, Tally Lake Ranger District,
Flathead National Forest.
[FR Doc. 96–32480 Filed 12–20–96; 8:45 am]

BILLING CODE 0870-00-M

Canal Hoya Timber Sale; Stikine Area Tongass National Forest Petersburg, Alaska; Notice of Intent To Prepare an Environmental Impact Statement

The Department of Agriculture, Forest Service will prepare an Environmental Impact Statement (EIS) for the proposed Canal Hoya Timber Sale on the Wrangell Ranger District.

The proposed action would harvest approximately 20 MMBF of timber on about 1000 acres in both the Canal and Hoya Creek drainages using a variety of harvest methods that leave various densities of trees in harvested areas. Two log transfer sites would be constructed, one near Canal Creek and another east of Hoya Creek. The log transfer sites could utilize a floating, removable structure. Both helicopter and cable log yarding systems would be utilized and depend on approximately 12 miles of road to be constructed in both drainages.

The purpose and need for this project is to provide approximately 20 MMBF of timber from suitable timber lands to assist in providing a continuous wood supply to meet society's needs. Based on Forest Plan direction, a preliminary analysis suggests that timber could be harvested in the project area on up to 1000 acres to provide approximately 20 million board feet using a variety of harvest methods and silvicultural techniques across the landscape that promote industrial wood production and minimize the visibility of harvest units.

The desired landscape condition for this area is a multi-aged, multistructured forest landscape which meets some of the requirements of wildlife and provides for long-term timber production and scenery. This is consistent with the Tongass Land Management Plan direction for lands within the project area. Since it is anticipated that a new revision of the Tongass Land Management Plan will be signed during this planning process, we will strive to be consistent with the goals and objectives for the existing plan and the revised plan in the Environmental Impact Statement for the Canal Hoya timber sale.

A range of alternatives to the proposed action will be considered, which will respond in various ways to environmental issues. One of these alternatives will not harvest the area. Other alternatives will consider various levels of harvest in Hoya Creek, Canal Creek or both, along with alternative road locations and mitigation measures.

The decision required to be made is: (1) if, where and how much timber harvest should occur in the Canal Hoya area, and if so, (2) where should road and log transfer facility development occur to facilitate harvest and, (3) what mitigation measures and monitoring will be implemented.

Federal, State, and local agencies, potential contractors, and other individuals or organizations who may be interested in, or affected by, the decision are invited to participate in the scoping process. This process will include:

- 1. Identification of potential issues.
- 2. Identification of issues to be analyzed in depth.
- 3. Determination of potential cooperating agencies and assignment of responsibility.

4. Examination of various alternatives. The Forest Supervisor will hold public meetings during the planning process but these meetings have not been scheduled at this time. There will be frequent correspondence with individual persons who indicate an interest in this project by responding to initial scoping letters and/or the Stikine Area Project Schedule which is published quarterly.

The analysis is expected to take approximately 5 months. The Draft Environmental Impact Statement should be available for public review by April of 1997. The Final Environmental Impact Statement is scheduled to be completed by September 1997.

Abigail R. Kimbell, Forest Supervisor, Stikine Area, Tongass National Forest, is the responsible official.

Written comments, suggestions or questions concerning the analysis and Environmental Impact Statement should be sent to Scott Posner/John Stevens, ID Team Leaders, Wrangell Ranger District, Stikine Area, Tongass National Forest,

P.O. Box 51 Wrangell, Alaska, 99929, phone (907) 874–2323.

Dated: December 9, 1996. Abigail R. Kimbell,

Forest Supervisor.

[FR Doc. 96–32453 Filed 12–20–96; 8:45 am]

BILLING CODE 3410-11-M

Rural Business-Cooperative Service

Maximum Portion of Guarantee Authority Available for Fiscal Year 1996–97

AGENCY: Rural Business-Cooperative

Service, USDA. **ACTION:** Notice.

SUMMARY: As set forth in the final rule under 7 CFR subpart B of part 4279, effective on December 23, 1996, each fiscal year the Agency shall establish a limit on the maximum portion of guarantee authority available for that fiscal year that may be used to guarantee loans with a guarantee fee of 1 percent and/or guaranteed loans with a guarantee percentage exceeding 80 percent.

Allowing the guarantee fee to be reduced to 1 percent and/or exceeding the 80 percent guarantee on certain guaranteed loans that meet the conditions set forth in subpart B of part 4279 will allow for the targeting of projects in rural communities that remain persistently poor, experience long-term population decline and job deterioration, and other related criteria.

Not more than 7 percent of the Agency guarantee authority will be reserved for loan requests with a guarantee fee of 1 percent, and not more than 15 percent of the Agency guarantee authority will be reserved for guaranteed loan requests with a guaranteed percentage exceeding 80 percent. Once the above quarterly limits have been reached, all additional loans guaranteed during the remainder of that quarter will require a 2 percent guarantee fee and not exceed an 80 percent guarantee limit.

Written requests by the Rural Development State Office for approval of a guaranteed loan with a 1 percent guarantee fee and/or a guaranteed loan exceeding 80 percent must be forwarded to the National Office, Attn: Director, Business Programs Processing Division, for review and consideration prior to obligation of the guaranteed loan. The Administrator will provide a written response to the State Office confirming approval or disapproval of the request.

Kenneth E. Hennings, Senior Loan Specialist, Business Programs