Page 2

NARRATIVE:

On August 29, 1996, Susan Lynn Larsen was reported as a missing person to the Tualatin Police Department. On September 9, 1996, the unclothed remains of a human body were located in a wooded area within Champoeg State Park. This body was later identified as the remains of Susan Lynn Larsen. The Oregon State Police and the Tualatin Police Department were subsequently assigned to conduct this death investigation.

On October 23, 1996, Billy Lee Oatney was interviewed regarding this investigation in the presence of his attorney and the Washington County District Attorney. This interview was pursuant to an attorney agreement and will not be included in the case file.

ACTION TAKEN:

On Wednesday, October 23, 1996, at approximately 10:10AM, Detective Glover and I conducted an interview with Billy Lee Oatney in the presence of his attorney, Michael Ryan. Washington County District Attorney Scott Upham was also present for this audio taped interview which was conducted at Mr. Ryan's office in Portland.



Mr. Upham had made an agreement with Mr. Ryan prior to this interview that all of Mr. Oatney's statements in this interview could not be used against him and because of this, the substance of the interview will not be documented in a police report. The audio tapes from this interview will be retained in the event that they are needed for future reference.

Prior to the interview with Mr. Oatney concluding, he consented to have investigator's play the audio tapes in the presence of Willford Johnston.

At approximately 12:50PM, the same date, we had concluded the interview with Mr. Oatney and Mr. Ryan directed Jennifer Scalf into the interview room. Mr. Ryan notified us that she had additional information to add to the investigation. This short interview was also audio recorded.

Ms. Scalf advised us that on Tuesday, August 27, 1996, at approximately 8:30PM to 9:00PM, she had phoned Mr. Oatney's Tigard residence and had a conversation with Mr. Johnston. She stated in substance that Mr. Johnston advised her that Mr. Oatney was not at home and spoke of his trouble with his girlfriend. She added that Mr. Johnston sounded intoxicated and depressed.

Ms. Scalf also stated that she heard a female's voice in the background during this phone call although she could not identify its origin.

INTERVIEW WITH BILLY OATNEY AND JENNIFER SCALF

Case #96260275

Page 3

Ms. Scalf stated in substance that she was aware of Billy Oatney possessing a Thomas Guide map book for 1996 and remembers him possessing a 1995 earlier in the year. This information was in relation to earlier statements by Mr. Oatney.

This statement by Jennifer Scalf ended at 12:56PM. Detective Glover, Mr. Upham and I then broke contact with Mr. Ryan and his office.

CASE STATUS:

Investigation Continued.