

POTLATCH CORP
 Form 4
 February 14, 2006

FORM 4

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION
 Washington, D.C. 20549**

OMB APPROVAL

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STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person *
WEYERHAEUSER WILLIAM T

(Last) (First) (Middle)

601 W. RIVERSIDE AVENUE, SUITE 1100

(Street)

SPOKANE, WA 99201

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol
POTLATCH CORP [PCH]

3. Date of Earliest Transaction
 (Month/Day/Year)
02/14/2006

4. If Amendment, Date Original Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

Director 10% Owner
 Officer (give title below) Other (specify below)

6. Individual or Joint/Group Filing(Check Applicable Line)
 Form filed by One Reporting Person
 Form filed by More than One Reporting Person

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Beneficial Ownership (Instr. 4)
				(A) or (D)	Code V Amount (D) Price		

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security	2. Conversion or Exercise	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any	4. Transaction Code	5. Number of Derivative Securities	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3 and 4)
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(Instr. 3)	Price of Derivative Security	(Month/Day/Year)	(Instr. 8)		Date Exercisable	Expiration Date	Title	Amount or Number of Shares
			Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	Code V				
Stock Option (right to buy)	\$ 42.2707	02/14/2006	D ⁽¹⁾	525	<u>(1)</u>	12/05/2006	Common Stock	525
Stock Option (right to buy)	\$ 29.5181	02/14/2006	A ⁽¹⁾	752	<u>(1)</u>	12/05/2006	Common Stock	752
Stock Option (right to buy)	\$ 45.9619	02/14/2006	D ⁽¹⁾	525	<u>(1)</u>	12/04/2007	Common Stock	525
Stock Option (right to buy)	\$ 32.0957	02/14/2006	A ⁽¹⁾	752	<u>(1)</u>	12/04/2007	Common Stock	752
Stock Option (right to buy)	\$ 35.9599	02/14/2006	D ⁽¹⁾	1,050	<u>(1)</u>	12/03/2008	Common Stock	1,050
Stock Option (right to buy)	\$ 25.1112	02/14/2006	A ⁽¹⁾	1,504	<u>(1)</u>	12/03/2008	Common Stock	1,504
Stock Option (right to buy)	\$ 39.413	02/14/2006	D ⁽¹⁾	2,624	<u>(1)</u>	12/02/2009	Common Stock	2,624
Stock Option (right to buy)	\$ 27.5226	02/14/2006	A ⁽¹⁾	3,758	<u>(1)</u>	12/02/2009	Common Stock	3,758
Stock Option (right to buy)	\$ 30.5421	02/14/2006	D ⁽¹⁾	2,624	<u>(1)</u>	12/07/2010	Common Stock	2,624
Stock Option	\$ 21.3279	02/14/2006	A ⁽¹⁾	3,758	<u>(1)</u>	12/07/2010	Common Stock	3,758

(right to buy)									
Stock Option (right to buy)	\$ 27.32	02/14/2006	D ⁽¹⁾	2,624	(⁽¹⁾)	12/06/2011	Common Stock	2,624	
Stock Option (right to buy)	\$ 19.0779	02/14/2006	A ⁽¹⁾	3,758	(⁽¹⁾)	12/06/2011	Common Stock	3,758	
Stock Option (right to buy)	\$ 23.7002	02/14/2006	D ⁽¹⁾	2,624	(⁽¹⁾)	12/05/2012	Common Stock	2,624	
Stock Option (right to buy)	\$ 16.5501	02/14/2006	A ⁽¹⁾	3,758	(⁽¹⁾)	12/05/2012	Common Stock	3,758	
Stock Option (right to buy)	\$ 31.6066	02/14/2006	D ⁽¹⁾	2,624	(⁽¹⁾)	12/04/2013	Common Stock	2,624	
Stock Option (right to buy)	\$ 22.0713	02/14/2006	A ⁽¹⁾	3,758	(⁽¹⁾)	12/04/2013	Common Stock	3,758	

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
WEYERHAEUSER WILLIAM T 601 W. RIVERSIDE AVENUE SUITE 1100 SPOKANE, WA 99201		X		

Signatures

Malcolm A. Ryerse,
Attorney-in-fact

02/14/2006

__Signature of Reporting Person

Date

Explanation of Responses:

* If the form is filed by more than one reporting person, see Instruction 4(b)(v).

** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

(1)

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On February 3, 2006, the Board of Directors of Potlatch Corporation, formerly known as Potlatch Holdings, Inc. (the "Company"), declared a special distribution of \$15.15 per share representing the Company's historical, accumulated earnings and profits (the "Special E&P Distribution"), to stockholders of record as of February 14, 2006. The Company's applicable stockholder-approved stock incentive plans require proportionate adjustment of the exercise price and the number of shares of stock covered by outstanding stock option awards under such plans in a manner determined by the Executive Compensation and Personnel Policies Committee of the Company's Board of Directors to reflect the declaration of the Special E&P Distribution. The adjustment of the outstanding stock option award is being reported as a deemed cancellation and regrant of the original stock option to clarify the change in the exercise price and number of shares covered by the subject stock option.

(2) The stock option has no purchase or sale price, therefore Column 8 has been left blank.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.

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