NOTICE OF TIMBER SALE

(R)

SALE NAME/NO.: Bonner Ridge Combination 341-02-02

AUCTION DATE/TIME: October 18, 2001, starting at 10:00 a.m.

AUCTION LOCATION: Oregon Department of Forestry Headquarters

24533 Alsea Highway Philomath, Oregon 97370

(541) 929-3266 FAX (541) 929-5549

DISTRICT/UNIT Oregon Department of Forestry Headquarters

OFFICE (MAILING 24533 Alsea Highway ADDRESS FOR BIDS): Philomath, Oregon 97370

(541) 929-3266 FAX (541) 929-5549

HARVEST TYPE: Automark commercial thinning harvest containing 461 net acres of 34 to 66-year-old

Douglas-fir timber, and regeneration harvest containing 58 net acres of 37 to 53-year-

old Douglas-fir timber which has been infected with Phellinus weirii.

SALE LOCATION: Portions of Sections 8, 9, 10, 15, and 16 of T10S, R7W, W.M., Benton County,

Oregon.

DIRECTIONS TO TIMBER

SALE AREA:

From Philomath proceed west on Highway 20 approximately 11 miles to Blodgett, turn right onto Summit Highway (Route 180) and go northwest 4.6 miles to Summit. At Summit, turn right onto West Fork Marys River Road and travel north 4 miles to Shingle Creek Road. Turn right and proceed east 1 mile to Bonner Ridge Road. Turn left and go north 2.5 miles to Point "C" at the southeast corner of Area VII.

APPRAISED VOLUMES AND QUALITY:

| SPECIES | AVG DBH | TOTAL MBF | | | | | | | | GR | ADES BY | / MBF | | | | | | | |
|--------------|------------|--------------|----|----|----|---|----|----|-------|-------|---------|-------|----|-----|----|----|----|-----|-----|
| | | | 1P | 2P | 3P | Р | SM | 18 | 28 | 3S | 4S | 5S | 6S | SEL | SC | UT | CR | WRM | PLP |
| Douglas-fir | 15" | 5,797 | | | | | 7 | | 1,883 | 3,382 | 525 | | | | | | | | |
| W Hem. / fir | 14" | 132 | | | | | | | 22 | 101 | 9 | | | | | | | | |
| Sale Total | | 5 929 | | | | | | | | | | | | | | | | | |

NO-BID SPECIES Western hemlock and other conifers..... \$103.79 per MBF

Red alder and other hardwoods \$259.85 per MBF

There is no project amortization. ODF will **not** reduce the price of a species to amortize the project work. Instead ODF will credit PURCHASER's timber account in the amount of \$131,376 after the project work is completed and accepted, as described in the section titled, "Credit for Project Work."

The timber sale areas contain negligible volumes of other logs to be paid for at the prices in Section 44.

PERFORMANCE SECURITY: 20% of bid value (unknown) or the total value of the project work (\$132,000),

whichever is greater. Actual bond amount will be rounded up to an even \$1,000 unit.

EXPIRATION DATE: December 31, 2003 BID METHOD: Sealed Bids

BID DEPOSIT: \$176,100 SALE TYPE: Recovery / BOF – 79%

CSL - 21%

INSURANCE: \$500,000 Commercial General Liability; \$500,000 Automobile Liability;

\$500,000 Logger's Broad Form

HARVEST METHOD: Combination of ground-based (approximately 40%) and cable yarding (approximately

60%).

PROJECTS: Road construction (2.7 miles), road improvement (4.6 miles), vacate 0.4 mile road,

and post harvest projects.

FEES: None.

THREATENED AND ENDANGERED SPECIES INFORMATION:

THIS STATE TIMBER SALE CONTRACT REQUIRES THAT PURCHASER COMPLY WITH ALL LAWS, INCLUDING THE ENDANGERED SPECIES ACT (ESA). THE DEPARTMENT OF FORESTRY (ODF) HAS SURVEYED THE SALE AREA SHOWN IN EXHIBIT "A" FOR NORTHERN SPOTTED OWLS AND MARBLED MURRELETS. RESULTS OF THE SURVEYS ARE ON FILE WITH ODF, AND ARE AVAILABLE FOR INSPECTION UPON REQUEST. NORTHERN SPOTTED OWLS AND MARBLED MURRELETS WERE NOT DETECTED IN SURVEY AREAS WITHIN OR ADJACENT TO THIS SALE. HOWEVER, ODF IS ENGAGED IN AN ACTIVE THREATENED OR ENDANGERED SPECIES SURVEY PROCESS AND DOES NOT GUARANTEE THAT A THREATENED OR ENDANGERED SPECIES WILL NOT BE FOUND AS A RESULT OF THOSE SURVEYS OR THE SURVEYS OF OTHERS THAT MIGHT IMPACT THIS ODF MAY TAKE STEPS, INCLUDING CONTRACT ALTERATION OR TERMINATION AS PROVIDED IN SECTION 32 OF THE CONTRACT, IF ODF BELIEVES THOSE STEPS ARE NECESSARY TO PROTECT THE INTERESTS OF STATE. PURCHASER SHOULD TAKE APPROPRIATE STEPS TO BE CERTAIN THAT NO ESA VIOLATIONS OCCUR.

PROSPECTIVE PURCHASERS ARE ENCOURAGED TO CONTACT THE ODF WILDLIFE INFORMATION COORDINATOR (503-945-7374) FOR FURTHER INFORMATION OR QUESTIONS RELATIVE TO THREATENED OR ENDANGERED SPECIES SURVEYS, FUTURE PLANNED SURVEY INFORMATION, OR OTHER THREATENED OR ENDANGERED SPECIES INFORMATION.

SPECIAL REMARKS: SEASONAL RESTRICTIONS APPLY - SEE SECTION 39.

Net and gross acreage for all timber sale areas was determined by using digital ortho photos and GIS.

Areas I, V, and VI: Automark thinning units with patch cuts.

Areas II, III, and IV: Regeneration harvest units. Areas VII, VIII, and IX: Automark thinning units.

Fell 290 trees within Areas I, VII, and IX to create downed wood after yarding.

Top 290 trees within Areas I, VII, and IX to create snags after yarding.

SALE OBJECTIVES: The objectives of this sale are to reduce stand densities to enhance and maintain

growth of 34 to 66-year-old conifer stands, to develop complex forest structure over a portion of the landscape, and to convert a portion of the areas infected with root rot to

a resistant tree species.

See inside front cover of Auction Schedule booklet for disclaimer regarding all governmental regulatory actions.

SALE NAME: Bonner Ridge Combination

COUNTY: Benton 341-02-02

TIMBER SALE NAME: Bonner Ridge Combination

TIMBER SALE NO.: 341-02-02

OPENING DATE: October 18, 2001

FORM OF PROPOSAL

The undersigned agrees to accept and perform all of the above terms and conditions as stated in the form of contract for the above-cited timber sale, and bids, and will pay:

ON THE BASIS OF PRICE PER THOUSAND BOARD FEET FOR:

| Bid Species: | | | |
|-----------------|---|---|--------------------|
| Douglas-fir, sa | awmill grade or bette | er, | |
| | | Dollars (\$ |) per MBF. |
| Minimum grade | es and volumes for b | oid species are stated in the timber sale prospectus. | |
| No-bid species | will remain as show | n: | |
| | | fers | |
| | oid deposit as require able to the State For | ed, consisting of aester. | _ in the amount of |
| performance bo | | e and deliver the contract, initial payment, required certificates of insura) days of the date of the written notification of high bid; and that any ca er sale payment. | |
| | the thirty-day period | the bid is irrevocable and further agrees that if he fails to qualify under , the bid deposit shall become the property of the Oregon Department | |
| | BIDDER | (Name of company or individual) | |
| | TAX ID NO. | | |
| | ADDRESS | | |
| | | | |
| | PHONE | | |
| | BY | | |

COMPLETE PURCHASER'S STATUS ON PAGE 2

(Signature of Authorized Official & Title)

| urchaser is a corporation | Check () | | La constanta La | |
|--|------------------------|-----------------------------|------------------------------|---|
| | | | Incorporated in the State of | |
| President's Name | | | | - |
| Secretary's Name _ | | | | |
| urchaser is: () a partne () an indivi | ership () a idual n | n assumed (business) ame | | |
| List names of all per | sons doing business | under the partnership or | assumed name: | |
| | | | | |
| | | | | |
| | | | | |

Rev. 04/01 629: Form 301-020

CERTIFICATION OF ELIGIBILITY TO BID ON STATE TIMBER

| | hereby certifies that they: |
|--------------|---|
| EXPOR | <u>T</u> |
| (a) | Will not export the unprocessed State timber as defined in OAR 629-031-0020 which is the subject of this transaction |
| (b) | Will not sell, transfer, exchange, or otherwise convey the unprocessed timber as defined above which is the subject of this transaction to any other person without first obtaining a certification from that person which meets the requirements of OAR 629-031-0030. |
| (c) | Are not prohibited by OAR's 629-031-0005 through 0045 from bidding for unprocessed State timber as defined above directly from the State Forester. |
| (d) | Understand that falsely entering into this certification is a violation of the Forest Resources Conservation Amendments Act of 1993 and OAR Chapter 629, Division 31, and is subject to any and all penalties contained therein. |
| (e) | Have not exported unprocessed timber originating from private lands in Oregon in the last 24 months. |
| (f) | <u>HAVE</u> exported unprocessed timber originating from private lands in Oregon in the last 24 months, but <u>HAVE NOT</u> exported unprocessed hardwood timber originating from private lands in Oregon in the last 24 months and meet the requirements of OAR 629-031-0010(2). |
| <u>DEFAU</u> | LT, TERMINATION, AND OTHER RELATED MATTERS |
| (a) | Are not currently in default status under any timber sale contract sold by the State Forester. |
| (b) | Has not, within a 3-year period preceding this bid, had one or more Federal, State, or local timber sales terminated for cause or default. |
| (c) | If (b) above is Yes, has submitted an explanation, in writing, with this bid for consideration by STATE. Any such explanation shall be submitted at the time of bid on a separate piece of paper. |
| | |
| Cianad | <u> </u> |
| Signed | |
| | |
| Title | |

[NOTE: For the purpose of this form, the definition of unprocessed timber is the same as in OAR 629-031-0005.]

Dated

Memorandum

Subject: Biological Survey of Bonner Ridge Combination

Timber Sale Number 341-02-02

To: Potential Bidders

From: Marcia Humes, Wildlife Biologist

Date: August 27, 2001

PROSPECTIVE PURCHASERS OF STATE TIMBER SALES NEED TO BE AWARE THAT THE DEPARTMENT OF FORESTRY IS ENGAGED IN AN ACTIVE THREATENED AND ENDANGERED SPECIES SURVEY PROGRAM. AS PART OF THAT PROGRAM, ODF SURVEYS ITS LANDS ON A CONTINUING BASIS FOR LAND MANAGEMENT, SPECIES PROTECTION, RESEARCH, AND OTHER REASONS. PROSPECTIVE PURCHASERS ARE REMINDED THAT ODF SURVEYING EFFORTS MAY TAKE PLACE DURING THE LIFE OF ANY TIMBER SALE CONTRACT, AND THAT THE DISCOVERY OF A THREATENED OR ENDANGERED SPECIES IN THE VICINITY OF A TIMBER SALE MAY AFFECT OPERATIONS CONTEMPLATED UNDER THE CONTRACT. THIS INCLUDES TIMBER SALES THAT HAVE BEEN DETERMINED TO BE UNSUITABLE HABITAT OR NOT DETRIMENTAL TO HABITAT. PLEASE REFER TO SECTIONS 30, 32, AND 33 OF YOUR CONTRACT PROSPECTUS, OR CONTACT OUR WILDLIFE INFORMATION COORDINATOR AT (503) 945-7374 FOR FURTHER INFORMATION.

This sale was surveyed for northern spotted owls in 1999, 2000 and 2001, using a protocol endorsed by the U. S. Fish and Wildlife Service. There were no observations of northern spotted owls during any of these surveys. The sale does not affect any known northern spotted owl activity centers.

This sale was surveyed for marbled murrelets in 1999 and 2000, using a protocol developed by the Pacific Seabird Group. There were no detections of murrelets during any of these surveys. The sale does not affect any Marbled Murrelet Management Areas established by ODF.

Northern spotted owl survey results are considered valid until March 15, 2004. The expiration date for this contract is December 31, 2003. There are no seasonal restrictions associated with northern spotted owls or marbled murrelets for this sale.

cc: West Oregon District