NOTICE OF TIMBER SALE

(R)

SALE NAME/NO.: Ought to Thin

341-02-37

AUCTION DATE/TIME:

October 19, 2001, starting at 2:00 p.m.

AUCTION LOCATION:

Oregon Department of Forestry
Forest Grove District Headquarters

801 Gales Creek Road

Forest Grove, Oregon 97116-1199 (503) 357-2191 FAX (503) 357-4548

DISTRICT/UNIT OFFICE (MAILING ADDRESS FOR BIDS): Oregon Department of Forestry
Forest Grove District Headquarters

801 Gales Creek Road

Forest Grove, Oregon 97116-1199 (503) 357-2191 FAX (503) 357-4548

HARVEST TYPE:

318 acres of automark thin with Phellinus treatment, and 8 acres of right-of-way. All

sale areas consist of approximately 50-year-old Douglas-fir.

SALE LOCATION:

Portions of Sections 27, 28, 33, and 34, T2N, R6W, W.M., Tillamook County, Oregon.

DIRECTIONS TO TIMBER

SALE AREA:

West on Wilson River Highway (Hwy. 6) to Drift Creek Road. West on Drift Creek Road to Idiot Creek Road. Northwest on Idiot Creek Road to Area I. Northwest on

Drift Creek Road to Areas II and III.

APPRAISED VOLUMES AND QUALITY:

| SPECIES | AVG DBH | TOTAL MBF | GRADES BY MBF | | | | | | | | | | | | | | | | |
|--------------|------------|--------------|---------------|----|----|-------|---------|----|-------|-------|-----|----|----|-----|--------------|------|-------|------|-----|
| | | | 1P | 2P | 3P | Р | SM | 18 | 2S | 3S | 48 | 5S | 6S | SEL | SC | UT | CR | WRM | PLP |
| Douglas-fir | 14" | 4,369 | | | | | | | 2,556 | 1,040 | 773 | | | | | | | | |
| W Hem. / fir | 14" | 467 | | | | | | | 267 | 158 | 42 | | | | | | | | |
| Hardwoods | 14" | 3 | | | | | | | | | | | | | | | 3 | | |
| Sale Total | | 4,839 | | | | | | | | | | | | | | | | | |
| MINIMUM | BID∙ | BID SP | FCIF | S | П |)OLIA | lac_fir | | | | | | | | \$ 33 | 2 80 | per l | MRF | |
| WIIIWIOW | DID. | DID OI | LOIL | O | | oug | 143-111 | | | | | | | | . ψυυ | 2.00 | peri | VIDI | |

NO-BID SPECIES Western hemlock and other conifers \$128.47 per MBF Red alder and other hardwoods \$225.89 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 \$190,535 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 (\$191,000),

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

EXPIRATION DATE: October 1, 2004 BID METHOD: Sealed Bids

BID DEPOSIT: \$132,400 SALE TYPE: Recovery/BOF – 100%

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

\$500,000 Logger's Broad Form

HARVEST METHOD: Area I: Cable 75%; ground-based 25%; maximum yarding distance of 1,000 feet.

Area II: Cable 5%; ground-based 95%; maximum varding distance of 1,400 feet.

Area III: Ground-based 100%; maximum yarding distance of 200 feet.

PROJECTS: Project No. 1: Construct 0.7 miles of road for sale access. Project No. 2: Improve

3.2 miles of road for sale access. Project No. 3: Surface roads with 16,223 cubic yards of rock. Project No. 4: Grass seed and fertilize areas of disturbed soil.

FEES: None.

THREATENED AND **ENDANGERED SPECIES** INFORMATION:

SALE OBJECTIVES:

THIS STATE TIMBER SALE CONTRACT REQUIRES THAT PURCHASER COMPLY WITH ALL LAWS, INCLUDING THE ENDANGERED SPECIES ACT (ESA). BECAUSE OF THE LACK OF SUITABLE HABITAT, THE DEPARTMENT OF FORESTRY (ODF) HAS NOT SURVEYED THE SALE AREA SHOWN IN EXHIBIT "A" FOR NORTHERN SPOTTED OWLS OR MARBLED MURRELETS. 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 SALE. 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.

Top 320 trees for snag creation.

Acres were determined by planimeter on an orthophoto.

Elevation is 1,600 feet.

24 hours of shovel time to block skid roads, pile firewood, site preparation / piling.

This sale is aligned with the objectives of the NWO Forest Management Plan. The Plan presents guiding principles, a forest vision, and resource management goals.

Guiding Principles (in part) – To secure the greatest permanent value of these lands to the state, the State Forester shall maintain these lands as forest lands and actively manage them in a sound environmental manner to provide sustainable timber harvest and revenues to the state, counties and local taxing districts. This management focus is not exclusive of other forest resources but must be pursued within a broader management context.

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

SALE NAME: Ought to Thin Tillamook COUNTY: **CONTRACT NO.:** 341-02-37

TIMBER SALE NAME: Ought to Thin

TIMBER SALE NO.: 341-02-37

OPENING DATE: October 19, 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, saw | vmill grade or bette | er, | |
| | | Dollars (\$ |) per MBF. |
| Minimum grades | and volumes for b | oid species are stated in the timber sale prospectus. | |
| No-bid species w | vill remain as show | vn: | |
| | | ifers | |
| Enclosed is a bio \$132,400, payab | I deposit as requirelle to the State For | ed, consisting of aester. | in the amount of |
| performance bor | | e and deliver the contract, initial payment, required certificates of insumans of the date of the written notification of high bid; and that any or er sale payment. | |
| | e thirty-day period | the bid is irrevocable and further agrees that if he fails to qualify undo 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)

| PURCHASER'S STATUS | Charle | |
|--|---|------------------------------|
| Purchaser is a corporation | Check () | Incorporated in the State of |
| President's Name | | |
| Secretary's Name | | _ |
| Purchaser is: () a partr () an indi | nership () an assumed (business ividual name | s) |
| | | |
| List names of all pe | ersons doing business under the partnership | o or assumed name: |
| List names of all pe | ersons doing business under the partnership | o or assumed name: |
| List names of all pe | ersons doing business under the partnership | o or assumed name: |
| List names of all pe | ersons doing business under the partnership | o 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 Ought to Thin

Timber Sale Number 341-02-37

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 is located within the Tillamook Burn. Current ODF policy does not require surveys for northern spotted owls in the Tillamook Burn due to the marginal quality of the habitat and the extensive amount of this habitat on the landscape.

This sale does not contain suitable habitat for marbled murrelets. Surveys for marbled murrelets are not necessary.

There are no seasonal operating restrictions associated with northern spotted owls or marbled murrelets for this sale.

cc: Forest Grove District