NOTICE OF TIMBER SALE

(Recovery - Scaled Sale)

SALE NAME/NO.: Bale Bound 341-03-79

AUCTION DATE/TIME: June 30, 2003, starting at 10:00 a.m.

AUCTION LOCATION: Oregon Department of Forestry Tillamook District Headquarters

5005 Third Street

Tillamook, Oregon 97141

(503) 842-2545 FAX (503) 842-3143

DISTRICT/UNIT Oregon Department of Forestry OFFICE (MAILING Tillamook District Headquarters

ADDRESS FOR BIDS): 5005 Third Street

Tillamook, Oregon 97141

(503) 842-2545 FAX (503) 842-3143

HARVEST TYPE: 276 acres in 7 areas of clearcut harvest of 43-year-old Douglas-fir with severe

symptoms of Swiss needle cast, and 55 acres of partial cut in one area of 43-year-old

Douglas-fir.

SALE LOCATION: Portions of Sections 20, 29, 30, 32, and 33, T2S, R7W, and Sections 4 and 5, T3S,

R7W, W.M., Tillamook County, Oregon.

DIRECTIONS TO TIMBER

SALE AREA:

Approximately 25 miles east of Tillamook via Trask River County Road, South Fork

Trask, Bales Creek, Miller, and Bushong Roads.

APPRAISED VOLUMES AND QUALITY:

SPECIES	AVG DBH	TOTAL MBF								GRAD	ES BY M	1BF							
			1P	2P	3P	Р	SM	18	28	3S	48	5S	6S	SEL	sc	UT	CR	WRM	PLP
Douglas-fir	12"	2,933							33	2,637	263								
Red Alder	14"	123															123		
Sale Total		3,056																	

MINIMUM BID: BID SPECIES Douglas-fir......\$ 215.73 per MBF

NO-BID SPECIES Alder and other hardwoods...... \$31,133.76 TOTAL PRICE

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 \$288,632 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 (\$289,000),

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

EXPIRATION DATE: October 31, 2005 BID METHOD: Sealed Bids

BID DEPOSIT: \$37,500 SALE TYPE: Recovery/BOF – 100%

INSURANCE: \$500.000 Commercial General Liability: \$500.000 Automobile Liability:

\$500,000 Logger's Broad Form

HARVEST METHOD: 86% cable; 14% ground.

PROJECTS: Road improvement and construction, rock crushing, installation of fish passage

culverts.

FEES: None.

ENDANGERED SPECIES ACT COMPLIANCE STATEMENT:

The Oregon Department of Forestry (ODF) is engaged in an active threatened and endangered (T&E) species survey program. Surveys, determinations, and management measures are developed and implemented in good faith compliance with federal and state Endangered Species Act (ESA) requirements. Restrictions on operations due to T&E species considerations are included in the prospectus. Purchasers are required to comply with all federal and state laws, including the Endangered Species Act. Purchaser should take steps to be certain that no ESA violations occur. Prospective purchasers of timber sales are reminded that ODF surveying efforts may take place any time during the term of a timber sale contract. As part of the survey program, ODF surveys its lands on a continuing basis for land management, species protection, research, and other reasons. During the contract term, T&E survey work and/or the discovery of a threatened or endangered species within or in the vicinity of a timber sale may affect operations contemplated under the contract. In the event a threatened or endangered species is found within or near this sale, ODF may take steps necessary to protect the interests of the State, including contract alteration, suspension, or termination.

Prospective purchasers are encouraged to contact the Tillamook ODF District at (503) 842-2545 for further information or questions relative to threatened or endangered species surveys, future planned survey information, or other threatened or endangered species information.

or endangered species information.

SPECIAL REMARKS: SEASONAL RESTRICTIONS APPLY – SEE SECTION 39.

Acreages were determined using orthophotos and GIS.

The total price for hardwoods shall be paid prior to log hauling.

The full purchase price for hardwoods shall be paid on or before August 31, 2005.

All felling on Area 3, except for right-of-way timber cut in accordance with Project

No. 1, shall not be allowed until October 1, 2003.

SALE OBJECTIVES: Harvest Douglas-fir, with severe symptoms of Swiss needle cast, and alder to

prepare for planting with other native conifer species.

The information shown on the Exhibit "A" map(s) are approximate locations. Exact locations of features represented by map symbols shall be determined on site and shall depend upon the conditions that exist on site. Activities shall be conducted based upon features determined on site rather than features shown on maps.

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

SALE NAME: Bale Bound COUNTY: Tillamook CONTRACT NO.: 341-03-79

TIMBER SALE NAME: Bale Bound

TIMBER SALE NO.: 341-03-79

OPENING DATE: June 30, 2003

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,	sawmill grade or better, _			
			Dollars (\$) per MBF.
Minimum gra	ades and volumes for bid	species are stated in the timber sale prospectu	S.	
Alder and o	ther hardwoods		\$31,133.76 TOT	AL PRICE.
	a bid deposit as required yable to the State Forest	, consisting of aer.		_ in the amount of
performance		and deliver the contract, initial payment, required days of the date of the written notification of high sale payment.		
	in the thirty-day period, t	e bid is irrevocable and further agrees that if he he bid deposit shall become the property of the		
	BIDDER _			
		(Name of company or individual)		
	TAX ID NO.			
	ADDRESS _			
	_			
	PHONE _			
	BY _	(Signature of Authorized Official & Title)	

COMPLETE PURCHASER'S STATUS ON PAGE 2

PURCHASER'S STATUS

Purchaser is a corporation	Check ()	Incorporated in the State of
President's Name		_
Secretary's Name		-
Purchaser is: () a partnership () an individual	o () an assumed (business) name	() company
List names of all persons	doing business under the partnership of	or assumed name:
If assumed name is subsinere:	idiary to a corporation, fill in data reque	ested of corporation also and write in corporation name

Rev. 01/02 629: 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, or if bidding only on STATE hardwood timber or logs, HAVE exported unprocessed timber originating from private lands in Oregon in the last 24 months, but HAVE NOT 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).
DEFAU	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 fo 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.
Signed	
Title	

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

Dated

Biological Survey Report

Project: Bale Bound 341-03-79

Date: February 13, 2003

To: Bob Gustavson

CC: Mark Labhart, District Sale File

From: Marcia Humes

Habitat Suitability

This sale does not contain potentially suitable habitat for northern spotted owls or marbled murrelets.

Survey Results

Northern spotted owl and marbled murrelet surveys are not necessary for this sale.

Known T&E Resources

This sale is not within 1.5 miles of any known northern spotted owl activity centers or within 0.25 miles of any Marbled Murrelet Management Areas.

Operational Considerations

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

Future Survey Plans

There are no future survey plans for this sale. However, surveys for northern spotted owls will be conducted in and around this sale as part of a monitoring study for spotted owls in the Tillamook Burn.