NOTICE OF TIMBER SALE

(Recovery - Scaled Sale)

SALE NAME/NO.: Larson Headwaters 341-03-96

AUCTION DATE/TIME: June 18, 2003, starting at 2:00 p.m.

AUCTION LOCATION: Oregon Department of Forestry

Coos District - CFPA Crewhouse

63612 Fifth Road

Coos Bay, Oregon 97420

(541) 267-4136 FAX (541) 269-2027

DISTRICT/UNIT Oregon Department of Forestry

OFFICE (MAILING Coos District ADDRESS FOR BIDS): 63612 Fifth Road

Coos Bay, Oregon 97420

(541) 267-4136 FAX (541) 269-2027

HARVEST TYPE: Regeneration harvest containing approximately 51 acres of predominantly 120-year-

old Douglas-fir timber.

SALE LOCATION: Portions of Sections 12 and 13, T24S, R12W, W.M., Coos County, Oregon.

DIRECTIONS TO TIMBER From Coos Bay, proceed to North Bay Drive; 2.3 miles to Larson Way; 3.7 miles to

SALE AREA: the 3000 Road; then 3.8 miles to the timber sale area.

APPRAISED VOLUMES AND QUALITY:

SPECIES	AVG DBH	TOTAL MBF	GRADES BY MBF																
			1P	2P	3P	Р	SM	1S	2S	3S	48	58	6S	SEL	SC	UT	CR	WR M	PLP
Douglas-fir	25"	2,869			48		43		1,896	882									
Red Alder	16"	25															25		
Sale Total		2 804																	

NO-BID SPECIES Western hemlock and other conifers \$300.00 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 \$68,522.74 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 (\$69,000).

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: \$121,300 SALE TYPE: Recovery/CSL – 100%

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

\$500,000 Logger's Broad Form

HARVEST METHOD: 100% full suspension over the sale area when adequate deflection is available.

Otherwise, single-end suspension is required.

PROJECTS: Approximately 430 feet of road construction; road widening and surfacing at Point F

on the 3300 Road; construction of one landing and two rock stockpiles.

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 Coos ODF District at (541) 267-4136 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.

> The acreage for the timber sale was determined using orthophoto imagery on the ArcView GIS program.

Minor species within the timber sale area are reserved from harvesting.

The full purchase price for hardwoods shall be paid before log hauling.

Snag creation is required (Section 58).

Area I contains a 2-acre pocket of blowdown resulting from the February 2002 wind storm.

This sale is designed to be logged in the dry season. Purchaser must comply with the "Winter and Wet Weather Option" (Exhibit F) if operations are conducted in the winter.

The objective of the timber sale is to provide revenue for the State School Fund and to create a young age class stand in accordance with the Balanced landscape

approach of the Elliott State Forest Management Plan.

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: **Larson Headwaters**

COUNTY: Coos CONTRACT NO.: 341-03-96

SALE OBJECTIVES:

TIMBER SALE NAME: Larson Headwaters

TIMBER SALE NO.: 341-03-96

OPENING DATE: June 18, 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, sa	awmill grade or better	,		
			Dollars (\$) per MBF.
Minimum grade	es and volumes for bi	d species are stated in the timber sale	e prospectus.	
No-bid species	will remain as showr	n:		
Red cedar		ers	\$600.00 per MBF	
	oid deposit as require able to the State Fore	d, consisting of aster.		in the amount of
performance bo		and deliver the contract, initial payme days of the date of the written notificar sale payment.		
	the thirty-day period,	he bid is irrevocable and further agree the bid deposit shall become the prop		
	BIDDER	(Name of company or individ	dual)	
	TAX ID NO.			
	ADDRESS			
	PHONE			
	BY			

COMPLETE PURCHASER'S STATUS ON PAGE 2

(Signature of Authorized Official & Title)

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

	nereby certilies that they:
EXPOR	<u>RT</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 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).
DEFAL	ILT, 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.
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: Larson Headwaters 341-03-96

Date: February 3, 2003

To: Unit Forester

CC: Jim Young, District Sale File

From: Marcia Humes

Habitat Conservation Plan Area

This sale is within an area covered by a Habitat Conservation Plan (HCP) approved by the U. S. Fish and Wildlife Service. The Incidental Take Permit (ITP) for the HCP covers northern spotted owls. Under the provisions of this HCP, surveys are not required for northern spotted owls.

Habitat Suitability

This sale contains potentially suitable habitat for marbled murrelets.

Survey Results

Surveys for marbled murrelets were conducted in 2000 and 2001, using a protocol developed by the Pacific Seabird Group¹. During one survey in 2000, a single murrelet was heard from a station at Site 1. During one survey in 2000 and one survey in 2001, a single murrelet detection was recorded from a station at Site 2. There were no other marbled murrelet detections during these surveys. According to the protocol, these observations would not result in classification as an occupied site.

Known T&E Resources

This sale is not within 0.25 miles of any Marbled Murrelet Management Areas.

¹ Evans, D. M., W. P. Ritchie, S. K. Nelson, E. Kuo-Harrison, Peter Harrison, T. E. Hamer, eds. 2000. Methods for surveying marbled murrelets in forests: an update to the protocol for land management and research, by the Pacific Seabird Group Marbled Murrelet Technical Committee. 64 pp.

Operational Considerations

By ODF policy, marbled murrelet survey results are valid until April 2007. There are no seasonal operating restrictions or felling deadlines associated with marbled murrelets for this sale.

Future Survey Plans

There are no future survey plans for this sale. However, ODF will be conducting a spotted owl survey across the entire Elliott State Forest in 2003. A portion of these surveys will take place in or around the sale area.

Survey Results Summary

 Table 1. Marbled Murrelet Survey Results for Larson Headwaters

Survey Area	Site	Station	Date	# Detections
LARSON HEADWATERS	1	5	5/12/00	0
LARSON HEADWATERS	1	1	5/30/00	0
LARSON HEADWATERS	1	2	6/15/00	0
LARSON HEADWATERS	1	3	7/4/00	0
LARSON HEADWATERS	1	4	8/1/00	1
LARSON HEADWATERS	1	4	5/8/01	0
LARSON HEADWATERS	1	3	5/31/01	0
LARSON HEADWATERS	1	2	6/8/01	0
LARSON HEADWATERS	1	1	7/1/01	0
LARSON HEADWATERS	1	5	7/29/01	0
LARSON HEADWATERS	2	1	5/4/00	1
LARSON HEADWATERS	2	2	5/25/00	0
LARSON HEADWATERS	2	4	6/10/00	0
LARSON HEADWATERS	2	3	7/4/00	0
LARSON HEADWATERS	2	5	7/23/00	0
LARSON HEADWATERS	2	5	5/11/01	0
LARSON HEADWATERS	2	3	5/21/01	0
LARSON HEADWATERS	2	4	6/9/01	0
LARSON HEADWATERS	2	2	6/30/01	0
LARSON HEADWATERS	2	1	7/16/01	1