NOTICE OF TIMBER SALE

(Recovery - Scaled Sale)

SALE NAME/NO.: Rotorwash 341-04-07

AUCTION DATE/TIME: September 16, 2003, starting at 2:00 p.m.

AUCTION LOCATION: Oregon Department of Forestry

Astoria District Headquarters

92219 Highway 202 Astoria, Oregon 97103

(503) 325-5451 FAX (503) 325-2756 (4 miles SE of Astoria on Highway 202)

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

ADDRESS FOR BIDS): 92219 Highway 202 Astoria, Oregon 97103

(503) 325-5451 FAX (503) 325-2756

HARVEST TYPE: Areas 1, 2, 3, and 4: 223 acres of clearcut harvest of good quality, 45- to 61-year-old

red alder dominated stand with mixed patches of Douglas-fir, and a small amount of western hemlock, Sitka spruce, and red cedar. Volume to be removed in all four areas is 23.3 MBF/acre. Area 5 (Right-of-Way): There are 23 acres of right-of-way consisting

of similar timber types found in Areas 1-4. Volume to be removed in Area 5 is

approximately 23.0 MBF/acre.

SALE LOCATION: Timber sale areas are located in portions of Sections 9, 10, 11, 15, and 16, T4N, R7W,

W.M., Clatsop County, Oregon.

DIRECTIONS TO TIMBER

SALE AREA:

Areas 1 through 5 can be accessed via Highway 26. At Milepost 27 (summit elevation sign), turn south onto Quartz Creek Road; proceed approximately 3½ miles on Quartz

Creek Road to August Fire Road; proceed on August Fire Road ¼ mile. You are at

Point "3A."

APPRAISED VOLUMES AND QUALITY:

SPECIES	AVG DBH	TOTAL MBF																	
			1P	2P	3P	Р	SM	18	2S	38	48	58	6S	SEL	sc	UT	CR	WRM	PLP
Red Alder	15"	3,505								3,482	23								
Douglas-fir	19"	1,973							1,229	669	75								
Hemlock	12"	238							125	61	52								
Sitka Spruce	15"	12								12									
Cedar	21"	6								5	1								
Sale Total		5,734																	

NO-BID SPECIES Hemlock and other conifers \$116.23 per MBF

 Sitka spruce
 \$109.15 per MBF

 Cedar
 \$844.15 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 \$219,311 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 (\$220,000),

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

EXPIRATION DATE: September 30, 2005 BID METHOD: Sealed Bids

BID DEPOSIT: \$174,900 SALE TYPE: Recovery/BOF – 100%

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

\$500,000 Logger's Broad Form

HARVEST METHOD: Area 1: 90% cable yarding and 10% ground-based yarding.

Area 2: 100% cable yarding.

Area 3: 16% cable yarding and 84% ground-based yarding. Area 4: 54% cable yarding and 46% ground-based yarding.

Area 5: 100% ground-based yarding (right-of-way).

PROJECTS: Project No. 1: Approximately 4.06 miles of new road construction and 2.54 miles of

road improvement.

Project No. 2: Approximately 0.21 mile of road vacating.

Project No. 3: Forest road gate design, construction, and installation.

FEES: \$5,000 fee to Alice Gronnel for an access easement and \$8,941 fee to Alice Gronnel

for timber involved in the access easement (see Section 53).

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 Astoria ODF District at (503) 325-5451 for further information or questions relative to threatened or endangered species surveys, future planned survey information, or other threatened or endangered species information.

SEASONAL RESTRICTIONS APPLY - SEE SECTION 39.

SPECIAL REMARKS:

Timber sale acreage was determined by mapping the sale areas on an ortho

photograph and using ArcView to calculate the acres.

<u>Felling Restriction</u>: No felling shall be allowed in Areas 1, 2, 3, and 4 prior to September 1, 2003 to allow for the completion of Northern Spotted Owl Surveys, unless otherwise approved in writing by STATE.

SALE OBJECTIVES:

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.

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: Rotorwash COUNTY: Clatsop CONTRACT NO.: 341-04-07

TIMBER SALE NAME: Rotorwash

TIMBER SALE NO.: 341-04-07

OPENING DATE: September 16, 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:				
Red alder and	d other hardwoods,	sawmill grade or better,		
			Dollars (\$) per MBF
Douglas-fir, s	awmill grade or bette	Г,		
			Dollars (\$) per MBF
Minimum grad	es and volumes for bi	d species are stated in the timbe	r sale prospectus.	
No-bid species	s will remain as showr	n:		
Sitka spruce.			\$116.23 per MB \$109.15 per MB \$844.15 per MB	F.
		d, consisting of aepartment of Forestry.		_ in the amount of
performance b		days of the date of the written no	ayment, required certificates of insu tification of high bid; and that any c	
	the thirty-day period,		agrees that if they fail to qualify und property of the Oregon Departmer	
	BIDDER	(Name of Individual or Com	pany and Authorized Official)	
	TAX ID NO.			
	ADDRESS			
	PHONE			

COMPLETE PURCHASER'S STATUS ON PAGE 2

(Signature of Authorized Official & Title)

BY

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. 05/03 629: Form 301-020

CERTIFICATION OF ELIGIBILITY TO BID ON STATE TIMBER

	hereby certifies that they:							
EXPOR	<u> </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 land 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.							
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: Rotorwash

Date: June 10, 2003

To: Ron Zilli

CC: Tom Savage, District Sale File

From: Marcia Humes

Habitat Suitability

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

Survey Results

This sale was surveyed for northern spotted owls in 2002, using a protocol endorsed by the U.S. Fish and Wildlife Service¹. There were no observations of northern spotted owls during any of these surveys. The second year of protocol surveys for spotted owls is being completed in 2003.

Surveys for marbled murrelets are not necessary.

Known T&E Resources

There are no known northern spotted owl activity centers within 1.5 miles or Marbled Murrelet Management Areas within 0.25 miles of this sale.

Operational Considerations

The second year of a two-year survey protocol is currently being conducted on this sale. This sale should not be sold until completion of the 2003 northern spotted owl surveys. Once northern spotted owl surveys are complete, the results will be valid until March 15, 2006.

¹ USDI Fish and Wildlife Service. 1991, revised 1992. Protocol for surveying proposed management activities that may impact northern spotted owls. 15pp.

Future Survey Plans

ODF has no plans for further survey of these sales. However, ODF has an active survey program and northern spotted owl surveys will be conducted within 3 miles of this sale during the life of the contract.

Survey Results Summary

Table 1. Northern Spotted Owl Surveys of Rotorwash (surveyed as Rotowash)

Year	Visit #1	Visit #2	Visit #3	Visit #4	Visit #5	Visit #6	
Survey Area	Date	Date	Date	Date	Date	Date	
Rotowash	5/12-13	6/13-14	7/30-31				
	5/15	6/18	8/1				
2002	NR	NR	NR				
Rotowash	5/22-23	2	2				
2003	NR						
NR - no response	M_0 - mouse refused M_4 - 4 mice taken						
V - visual response	M_1 - 1 mi	ice taken	$M_5 - 5$	M_5 - 5 mice taken			
bb - new bird banded	M_2 - 2 mice taken M_6 - 6 mice			mice taken			
	M ₃ - 3 mice taken						
	\$ \$	Q ⊗ © - Female (day, night, early morning)					
o o o o o o o o o o o o o o o o o o o	0 0	O 🛇 © - Sex Unkn (day, night, early morning)					

² Remaining survey visits for 2003 to be completed prior to auction.