NOTICE OF TIMBER SALE

(Recovery - Scaled Sale)

SALE NAME/NO.: Ed's BSM 341-04-16

AUCTION DATE/TIME: September 16, 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
OFFICE (MAILING
ADDRESS FOR BIDS):

Oregon Department of Forestry Tillamook District Headquarters

5005 Third Street

Tillamook, Oregon 97141

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

HARVEST TYPE: Approximately 385 acres of clearcut, 212 acres of regeneration harvest, and 18 acres

of partial cut of 35-year-old timber with severe symptoms of Swiss needle cast.

SALE LOCATION: Portions of Sections 10, 11, 12, 14, 15, 21, and 22, T2S, R8W, W.M., Tillamook

County, Oregon.

DIRECTIONS TO TIMBER

SALE AREA:

Approximately 15 miles east of Tillamook via Trask River County Road, then South

Fork Trask Road to BSM Road.

APPRAISED VOLUMES AND QUALITY:

SPECIES	AVG DBH	TOTAL MBF								GF	RADES B	Y MBF							
			1P	2P	3P	Р	SM	1S	28	3S	4 S	5S	6S	SEL	SC	UT	CR	WRM	PLP
Douglas-fir	12"	6,100								5,307	793								
Red Alder	13"	404															404		
Sale Total		6,504																	

MINIMUM BID: BID SPECIES Douglas-fir......\$ 199.93 per MBF

NO-BID SPECIES Alder and other hardwoods...... \$100,741.44 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 \$220,035 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 (\$221,000),

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

EXPIRATION DATE: October 31, 2006 BID METHOD: Sealed Bids

BID DEPOSIT: \$110,000 SALE TYPE: Recovery/BOF – 100%

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

\$500,000 Logger's Broad Form

HARVEST METHOD: 100% cable.

PROJECTS: Road improvements and construction.

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.

SPECIAL REMARKS:

SEASONAL RESTRICTIONS APPLY - SEE SECTION 39.

Sale acreage was calculated using ortho photographs in ArcView GIS.

The first installment for hardwoods shall be paid prior to log hauling (see Section 42).

The full price for hardwoods shall be paid on or before August 31, 2006.

SALE OBJECTIVES:

Harvest Douglas-fir with severe symptoms of Swiss needle cast, reduce stocking to encourage growth, promote understory development, and prepare for replanting 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: Ed's BSM COUNTY: Tillamook CONTRACT NO.: 341-04-16

TIMBER SALE NAME: Ed's BSM

TIMBER SALE NO.: 341-04-16

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	<u>:</u>			
Douglas-fir	, sawmill grade or bett	er,		
		Dollars	(\$) per	r MBF.
Minimum gr	ades and volumes for	bid species are stated in the timber sale prospectus.		
No-bid spec	cies will remain as show	vn:		
Alder and o	other hardwoods	\$100,	741.44 TOTAL PRICE.	
Enclosed is \$110,000 , p	a bid deposit as requireayable to the Oregon I	ed, consisting of a	in the amount	of
performance		e and deliver the contract, initial payment, required certification of high bid; and ber sale payment.		may
	hin the thirty-day period	the bid is irrevocable and further agrees that if they fail to d, the bid deposit shall become the property of the Oregon		he
	BIDDER	(Name of Individual or Company and Authorized Off	icial)	
	TAX ID NO.			
	ADDRESS			
	PHONE			
	ВҮ	(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. 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 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.
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: Ed's BSM

Date: January 8, 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 affected by any known northern spotted owl activity centers or 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.