NOTICE OF TIMBER SALE

(Recovery - Scaled Sale)

SALE NAME/NO.: Fish Knife No. 2 341-04-84

AUCTION DATE/TIME: March 17, 2004, 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 with wildlife emphasis of approximately 42 acres of 92- to

110-year-old, mature second-growth Douglas-fir sawtimber.

SALE LOCATION: The timber sale is located in portions of Section 6, T23S, R10W, W.M., Coos County,

Oregon.

DIRECTIONS TO TIMBER

SALE AREA:

The timber sale area is located approximately 38 miles northeast of Coos Bay via

Allegany, West Fork Millicoma Road, and the 2000, 7000, and 7300 Roads.

APPRAISED VOLUMES AND QUALITY:

SPECIES	AVG DBH	TOTAL MBF								(GRADES	BY MBF							
			1P	2P	3P	Р	SM	1S	28	3S	4S	5S	6S	SEL	SC	UT	CR	WRM	PLP
Douglas-fir	27"	2,944			236		530		1,766	412									
W Hem. / fir	17"	108								108									
Red Alder	16"	60															60		
Sale Total		3,112																	

NO-BID SPECIES Western hemlock and other conifers \$223.33 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 \$24,870 after the project work is completed and accepted, as described in the section titled, "Credit for Project Work."

The timber sale area contains 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 (\$25,000),

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

EXPIRATION DATE: November 1, 2005 BID METHOD: Sealed Bids

BID DEPOSIT: \$137,700 SALE TYPE: Recovery/CSL – 100%

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

\$500,000 Logger's Broad Form

HARVEST METHOD: 95 percent uphill cable yarding with full and single-end suspension; 5 percent ground

yarding.

PROJECTS: Road and landing construction and improvement, and rock stockpile delivery.

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.

Acreage was determined by electronic digitizing using digital orthophotography and

ArcView GIS software program.

Create 84 snags by topping trees per Section 58.

A minimum of 40 percent of the estimated bid value shall be paid on or before

January 1, 2005 (Section 42).

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

the wet season.

SALE OBJECTIVES: The objectives of this timber sale are to provide revenue for the Common School

Fund, create a young-age class stand in accordance with the balanced landscape approach to the Elliott State Forest Management Plan, and provide for additional

green trees, down logs, and snags under the Wildlife Emphasis option.

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: Fish Knife No. 2

COUNTY: Coos CONTRACT NO.: 341-04-84

TIMBER SALE NAME: Fish Knife No. 2

TIMBER SALE NO.: 341-04-84

OPENING DATE: March 17, 2004

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 bett	er,	
		Dollars (\$) per MBF.
Minimum grade	es and volumes for	bid species are stated in the timber sale prospectus.	
No-bid species	will remain as show	wn:	
Western red c	edar	### \$223.33 per M ### \$600.00 per M ####################################	BF.
Enclosed is a b \$137,700, paya	oid deposit as requir able to the Oregon I	red, consisting of a Department of Forestry.	in the amount of
performance bo		te and deliver the contract, initial payment, required certificates of ins 0) days of the date of the written notification of high bid; and that any per sale payment.	
	the thirty-day period	t the bid is irrevocable and further agrees that if they fail to qualify ur d, the bid deposit shall become the property of the Oregon Departme	
	BIDDER		
		(Name of Individual or Company and Authorized Official)	
	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. 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: Fish Knife No. 2

Date: December 10, 2003

To: Norma Kline

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 suitable habitat for marbled murrelets.

Survey Results

Surveys for marbled murrelets were conducted in 2002 and 2003, using a protocol developed by the Pacific Seabird Group¹. Marbled murrelets were observed during one survey in each year. Behaviors indicating occupancy were not observed.

Known T&E Resources

A portion of this sale is within 0.25 miles of a Marbled Murrelet Management Area (MMMA).

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

Although a portion of the sale is within 0.25 miles of a MMMA, the Area Biologist has determined that seasonal operating restrictions are not necessary because adequate sound buffering of the occupied stand will be provided by a non-habitat forested buffer and prominent ridge that is located between the MMMA and the sale area.

By ODF policy, marbled murrelet survey results are valid until April 1, 2009.

Future Survey Plans

There are no future survey plans for this sale.

Survey Results Summary

Table 1. Marbled Murrelet Survey Results for Fish Knife No. 2

Survey Area	Site	Station	Date	#Detections
FISH KNIFE NO.2	1	7	5/5/02	0
FISH KNIFE NO.2	1	1	5/12/02	0
FISH KNIFE NO.2	1	3	5/26/02	0
FISH KNIFE NO.2	1	4	6/22/02	0
FISH KNIFE NO.2	1	6	7/7/02	0
FISH KNIFE NO.2	1	5	7/20/02	1
FISH KNIFE NO.2	1	2	7/28/02	0
FISH KNIFE NO.2	1	7	5/1/03	0
FISH KNIFE NO.2	1	6	5/8/03	0
FISH KNIFE NO.2	1	5	5/20/03	0
FISH KNIFE NO.2	1	4	6/3/03	0
FISH KNIFE NO.2	1	3	6/11/03	1
FISH KNIFE NO.2	1	2	7/1/03	0
FISH KNIFE NO.2	1	1	7/11/03	0
FISH KNIFE NO.2	1	3	7/18/03	0
FISH KNIFE NO.2	1	5	7/26/03	0