NOTICE OF TIMBER SALE

(Recovery - Scaled Sale)

SALE NAME/NO.: Smokestack 341-04-91

AUCTION DATE/TIME: June 14, 2004, starting at 2:00 p.m.

AUCTION LOCATION: Oregon Department of Forestry

Klamath-Lake District 3200 DeLap Road

Klamath Falls, Oregon 97601

(541) 883-5681 FAX (541) 883-5555

DISTRICT/UNIT Oregon Department of Forestry

OFFICE (MAILING Klamath-Lake District ADDRESS FOR BIDS): 3200 DeLap Road

Klamath Falls, Oregon 97601

(541) 883-5681 FAX (541) 883-5555

HARVEST TYPE: 486-acre selection cut.

SALE LOCATION: Portions of Sections 4, 5, 8, and 9, T41S, R7E, W.M., Klamath County, Oregon.

DIRECTIONS TO TIMBER From Klamath Falls, go west on Highway 66 to the Topsy Road. Follow Topsy Road

SALE AREA: south to the BLM Road No. 40-7E-19. Follow signs to the timber sale area.

APPRAISED VOLUMES AND QUALITY:

AVG TOTAL SPECIES DBH MBF				GRADES BY MBF															
-			1P	2P	3P	Р	SM	1S	2S	3S	48	58	6S	SEL	SC	UT	CR	WRM	PLP
Douglas-fir	14.5"	425															425		
Pond. Pine	14.3"	2,077															2,077		
Incense Cedar	35"	9															9		
Sale Total		2,511																	

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 \$20,903.48 after the project work is completed and

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). Actual bond amount will be rounded up to an even

\$1.000 unit.

accepted, as described in the section titled, "Credit for Project Work."

EXPIRATION DATE: September 29, 2006 BID METHOD: Sealed Bids

BID DEPOSIT: \$51,400 SALE TYPE: Recovery/BOF – 100%

INSURANCE: \$2,000,000 Commercial General Liability; \$2,000,000 Automobile Liability;

\$2,000,000 Logger's Broad Form

HARVEST METHOD: 100% tractor logging. A mechanical feller-buncher with a lateral reaching boom is

required for all mechanical felling.

PROJECTS: 3,255 feet of new construction; 5.45 miles of road improvement; felling, yarding, and

piling of submerchantable material; slash piling within the sale area (approximately

24 acres) - slash will be piled with an excavator; and approximately 1.6 miles of road

closures.

FEES: Temporary water use permit: \$100.00

BLM rock wear fee: \$.39/MBF/mile (approximately 2.4 miles)

Boise Cascade road use fee: \$3.47/MBF

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 Klamath-Lake ODF District at

(541) 883-5681 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.

Acres were determined with the use of a Global Positioning System and GIS data.

Any ponderosa pine log having a gross scaling diameter of less than 8 inches shall

be pencil bucked for the purpose of determining volume.

Other conifer logs having a gross scaling diameter of less than 6 inches shall be

pencil bucked for the purpose of determining volume.

SALE OBJECTIVES: To create a healthy, insect and disease-resistant stand by reducing stocking levels in

all size and age classes and favoring ponderosa pine as a residual 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: Smokestack COUNTY: Klamath CONTRACT NO.: 341-04-91

TIMBER SALE NAME: Smokestack

TIMBER SALE NO.: **341-04-91**

OPENING DATE: June 14, 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:

Bid Species:			
Ponderosa pir	ne , sawmill grade o	r better,	
		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:	
Enclosed is a b \$51,400, payab	oid deposit as requir ole to the Oregon D	red, consisting of aepartment of Forestry.	in the amount of
performance bo		te and deliver the contract, initial payment, required certificates of i 0) days of the date of the written notification of high bid; and that ar per sale payment.	
	the thirty-day period	t the bid is irrevocable and further agrees that if they fail to qualify on the bid deposit shall become the property of the Oregon Departr	
	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	R <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).
DEFAL	JLT, 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: Smokestack

Date: March 4, 2004

To: Ed DeBlander

CC: Bill Hunt, District Sale File

From: Marcia Humes

Habitat Suitability

This sale is located outside of the range of the northern spotted owl.

Survey Results

T&E surveys are not necessary for this sale.

Known T&E Resources

This sale is not affected by any known threatened or endangered species sites.

Operational Considerations

There are no seasonal restrictions associated with threatened, endangered or sensitive species for this sale.

Future Survey Plans

ODF has no survey plans for this sale.