NOTICE OF TIMBER SALE

(Recovery - Scaled Sale)

SALE NAME/NO.: Haywire 341-04-92

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: 152-acre selection cut.

SALE LOCATION: NW ¼ of Section 8, T33S, R7E, W.M., Klamath County, Oregon.

DIRECTIONS TO TIMBER

SALE AREA:

From Klamath Falls, go north on Highway 97 to the Highway 62 junction. Take Highway 62 north to the Highway 232 junction. Take Highway 232 past Kimball State

Park to the 13 Road. Follow the posted signs to the timber sale area. Access to the

sale area is from the north on the 26 Road.

APPRAISED VOLUMES AND QUALITY:

SPECIES	AVG DBH	TOTAL MBF								(GRADES	BY MBI	=						
			1P	2P	3P	Р	SM	1S	2S	3S	48	5S	6S	SEL	sc	UT	CR	WRM	PLP
White fir	13.4"	764															764		
Sugar Pine	15.5"	114															114		
Pond. Pine	12.4"	443															443		
Lodgepole Pine	10.8"	17															17		
Sale Total		1,338																	

> > Lodgepole pine \$77.59 per MBF Sugar pine and other conifers \$212.02 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 \$10,704.33 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). Actual bond amount will be rounded up to an even

\$1,000 unit.

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

BID DEPOSIT: \$20,100 SALE TYPE: Recovery/BOF – 100%

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

\$500,000 Logger's Broad Form

HARVEST METHOD: Tractor yarding. A mechanical feller-buncher with a lateral reaching boom is required

for all mechanical felling.

PROJECTS: 300 feet of new construction; 9,900 feet of road improvement; and 3 points of road

closure. Fell, skid, and pile merchantable material.

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 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 using GIS data.

Any conifer log having a gross scaling diameter of less than 6 inches shall be pencil

bucked for the purpose of determining the volume of the log.

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

all size and age classes.

Ponderosa pine is selected as the predominate residual tree 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: Haywire COUNTY: Klamath CONTRACT NO.: 341-04-92

TIMBER SALE NAME: Haywire

TIMBER SALE NO.: 341-04-92

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:					
White fir, sawmill grade or	better,				
				Dollars (\$) per MBF
Minimum grades and volum	es for bid spe	ecies are stated in t	he timber sale prosp	ectus.	
No-bid species will remain a	as shown:				
Ponderosa pine Lodgepole pine Sugar pine and other con				\$ 77.59 per MBI	F.
Enclosed is a bid deposit as \$20,100, payable to the Ore					_ in the amount of
The undersigned agrees to performance bond, within the be applied to the first require	irty (30) days	of the date of the v			
The undersigned understan contract within the thirty-day liquidated damages.					
BIDDER	-	(Name of Individua	or Company and A	uthorized Official)	
TAX ID N	O				
ADDRES	S				
PHONE					
BY		(Signature of A	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).
DEFAU	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: Haywire

Date: March 4, 2004

To: Ed DeBlander

CC: Bill Hunt, District Sale File

From: Marcia Humes

Habitat Suitability

This sale is located in the Sun Pass State Forest, near the edge of the range of the northern spotted owl.

Survey Results

The Sun Pass State Forest was surveyed for northern spotted owls from 1992 – 1994 and again in 1999 and 2000 using standards that met or exceeded protocols approved by the U.S. Fish and Wildlife Service. These surveys were done as monitoring surveys under ODF's Eastern Oregon Long-Range Management Plan. There were no responses to any surveys in 1999 and 2000. Periodic owl surveys will begin again in March of 2005.

Periodic northern goshawk surveys on the Sun Pass State Forest were conducted in 2003 and will be conducted again in 2004.

Known T&E Resources

This sale is not affected by any known northern spotted owl activity centers or bald eagle sites.

Operational Considerations

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

Future Survey Plans

Northern spotted owl surveys will be conducted in 2005 and 2006, while the sale contract is active. Surveys for northern goshawks will be conducted across the Sun Pass State Forest in 2005.