NOTICE OF TIMBER SALE

(Recovery - Scaled Sale)

SALE NAME/NO.: Lotta Thin 341-05-25

AUCTION DATE/TIME: March 15, 2005, 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, 3, and 4: 359 acres of "automark" partial cut of approximately 60-year-old

Douglas-fir mixed with stands of hardwoods. Volume to be removed in Areas 1, 3, and 4 is approximately 15.5 MBF/acre. **Area 2:** 102 acres of "automark" partial cut of 60-year-old Douglas-fir stand with some hemlock and hardwood pockets. Volume to be removed in Area 2 is approximately 18.6 MBF/acre. **Area 5 (in-sale R/W):** There are 20 acres of in-sale R/W consisting primarily of Douglas-fir, some hemlock, and alder. Volume to be removed in Area 5 is approximately 38.3 MBF/acre. **Area 6 (out-of-sale R/W):** There are 10.5 acres of out-of-sale R/W consisting of mixed conifer stands. Volume to be removed in Area 6 is approximately 22.4 MBF/acre.

SALE LOCATION: Sale areas are located in portions of Sections 27, 28, 29, 32, 33, and 34, T7N, R6W,

and Sections 1, 2, 3, and 11, T4N, R9W, W.M., Clatsop County, Oregon.

DIRECTIONS TO TIMBER

SALE AREA:

Areas 1 through 5 can be accessed via Highway 202: Turn onto Fishhawk County Road, then onto Greasy Spoon Logging Road, and travel to the 11 mile marker. You are now at the southeast corner of Area 1. Area 6 can be accessed via Highway 53: From Necanicum Junction, the junction of Highway 26 and 53, head south on Highway 53 approximately 3.5 miles to the junction with East Summit Road

(Point 127); then travel east for approximately 500 feet to Point E1. You are now at

the western most boundary of Area 6.

APPRAISED VOLUMES AND QUALITY:

SPECIES	AVG DBH									DES BY N	'MBF								
			1P	2P	3P	Р	SM	1S	2S	3S	48	5S	6S	SEL	sc	UT	CR	WRM	PLP
Douglas-fir	16"	7,069							3,358	3,089	622								
W Hem. / fir	18"	676							130	475	71								
Sitka Spruce	12"	4							0	2	2								
Red Cedar	32"	5							4	1	0								
Alder (Red)	17"	696							0	593	103								
Sale Total		8,450																	
MINIMUM BIE): B	ID SPEC	IES		D	oug	las-fiı	·					\$369	.58 pe	er MB	3F			
NO DID ODEOLEO				Hamala alakuwa fin anal atlaan aanifana						\$400.05 man MDE									

Red cedar......\$617.44 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 \$566,386 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 1740.

PERFORMANCE SECURITY: 20% of bid value (unknown) or the total value of the project work (\$567,000),

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

EXPIRATION DATE: October 31, 2007 BID METHOD: Sealed Bids

BID DEPOSIT: \$237,600 SALE TYPE: Recovery/BOF - 100%

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

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

Area 1: 78% cable yarding and 22% ground-based yarding. HARVEST METHOD:

> Area 2: 85% cable yarding and 15% ground-based yarding. Area 3: 51% cable yarding and 49% ground-based yarding. Area 4: 90% cable yarding and 10% ground-based yarding.

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

Area 6: 100% ground-based yarding (out-of-sale right-of-way).

Project No. 1: Approximately 3.41 miles of sale access road construction. PROJECTS:

Project No. 2: Knob Point Quarry development and rock crushing of 13,259 cubic

yards of rock.

Project No. 3: Approximately 0.62 mile of road construction and 1.97 miles of road

improvement to access the West Tidewater Quarry.

Project No. 4: West Tidewater Quarry development and rock crushing of 11.966

cubic yards of rock.

Project No. 5: Approximately 1.62 miles of new road construction and 0.59 mile of road improvement in the East Summit Area.

Project No. 6: Road and fill vacating of 1.5 miles of legacy roads.

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 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.

SPECIAL REMARKS:

SEASONAL RESTRICTIONS APPLY - SEE SECTION 2455.

All felling must be completed by March 15, 2007, except for snag creation (see Section 2310).

Purchaser shall create 550 snags in Areas 1, 3, and 4 following the completion of harvesting on those units (see Section 2335).

Project Nos. 1, 2, 5, and 6 must be completed prior to October 31, 2006.

Project Nos. 3 and 4 must be completed prior to October 31, 2005.

A minimum of 40% of the estimated bid value shall be paid on or before October 1, 2006.

Timber sale acreage was determined by mapping sale areas on an ortho photograph and using ArcView to calculate acres.

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 Timber Sale Schedule handbook for disclaimer regarding all governmental regulatory actions.

SALE NAME: Lotta Thin COUNTY: Clatsop CONTRACT NO.: 341-05-25

TIMBER SALE NAME: Lotta Thin

TIMBER SALE NO.: 341-05-25

OPENING DATE: March 15, 2005

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:				
Douglas-fir, sawr	mill grade or better	,		
			Dollars (\$) per MBF.
Minimum grades	and volumes for bi	d species are stated in the timber sa	ale prospectus.	
No-bid species wi	II remain as shown	:		
Red alder and ot Sitka spruce	her hardwoods	S	\$335.61 per MBF \$134.49 per MBF	•
		d, consisting of a epartment of Forestry.		_ in the amount of
performance bond		and deliver the contract, initial paym days of the date of the written notice r sale payment.		
	thirty-day period,	ne bid is irrevocable and further agrethe bid deposit shall become the pro		
	BIDDER	(Name of Individual or Compar	ny and Authorized Official)	
	TAX ID NO.		· · · · · · · · · · · · · · · · · · ·	
	ADDRESS			
	PHONE			
	BY	(Signature of Authorized C	Official & Title	
		(Signature of Authorized C	india a Tile)	

COMPLETE PURCHASER'S STATUS ON PAGE 2

PURCHASER'S STATUS

Purchaser is a corporation		eck)	Incorporated in the State of
Presid	ent's Name		-
Secret	ary's Name		
Purchaser is:	() a partnership () an individual	() an assumed (business) name	() company
List na	mes of all persons doing	business under the partnership o	r assumed name:

If assumed name is subsidiary to a corporation, fill in data requested of corporation also and write in corporation name here:

Rev. 05/03 629: Form 301-020

CERTIFICATION OF ELIGIBILITY TO BID ON STATE TIMBER

	hereby certifies that they:
EXPOR	<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).
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: Lotta Thin

Date: January 11, 2005

To: Ty Williams

CC: Tom Savage, District Sale File

From: Marcia Humes

Habitat Suitability

This sale contains suitable habitat for northern spotted owls. The sale does not contain potential habitat for marbled murrelets.

Survey Results

This sale was surveyed for northern spotted owls in 2003 and 2004, using a protocol endorsed by the U.S. Fish and Wildlife Service¹. There was one response from a northern spotted owl in 2003. Additional visits in 2003 and 2004 resulted in no further observations of northern spotted owls, and the response from 2003 was determined to be a non-territorial single (or "floater") owl.

Known T&E Resources

There are no northern spotted owl activity centers within 1.5 miles or Marbled Murrelet Management Areas within 0.25 miles of this sale. However, activities associated with this sale will occur within 0.25 miles of a Marbled Murrelet Management Area.

Operational Considerations

Seasonal operating restrictions will be in effect from April 1 through September 15, annually for those activities associated with this sale occurring within 330 feet of a Marbled Murrelet Management Area. Operations may be allowed from 2 hours after sunrise until 2 hours before sunset from August 6 through September 15, annually.

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

Current northern spotted owl survey results are valid until March 15, 2007. All timber should be felled by March 15, 2007.

Future Survey Plans

ODF has no plans for further survey of this sale. 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 Lotta Thin

Year	Visit #1	Visit #2	Visit #3	Visit #4	Visit #5	Visit #6
Survey Area	Date	Date	Date	Date	Date	Date
Lotta Thin	5/19-20	6/22-23	7/29-30	8/12-13		
	5/20-21	6/23-24	7/30-31			
	5/21-22	6/24-25				
2003	⊗	NR	NR	NR		
Lotta Thin	5/13-14	6/22-23	7/29-30			
	5/17-18	6/23-24	8/2-3			
		6/24-25	8/3-4			
2004	NR	NR	NR			
NR - no response j - juvenile			M ₀ - mou	use refused	M ₄ - 4 :	mice taken
V - visual response jj - 2 juveniles			M_1 - 1mice taken		M_5 - 5 mice taken	
bb - new bird banded	- last	visit to site	M_2 - 2 mice taken		${ m M}_{ m 6}$ - 6 mice taken	
	M_3 - 3 mice taken					
	♀ ♀ '	e + - Female (d	lay, night, early	morning)		
o S S o S o S o S o S o S o S o S o S o	0 0	O 🛇 © - Sex Unkn (day, night, early morning)				