NOTICE OF TIMBER SALE

(Recovery - Scaled Sale)

SALE NAME/NO.: East Foley Peak 341-05-63

AUCTION DATE/TIME: May 17, 2005, 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 Oregon Department of Forestry
OFFICE (MAILING Tillamook District Headquarters

ADDRESS FOR BIDS): 5005 Third Street

Tillamook, Oregon 97141

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

HARVEST TYPE: Partial cut: 131 acres

Approximate age: 40 years

SALE LOCATION: Portions of Sections 8, 16, 17, 20 and 21, T2N, R9W, W.M., Tillamook County,

Oregon.

DIRECTIONS TO TIMBER

Access to the timber sale areas from Tillamook is via Highway 101, Miami Foley

SALE AREA: County Road, East Foley Creek Road.

APPRAISED VOLUMES AND QUALITY:

SPECIES	AVG DBH	TOTAL MBF	GRADES BY MBF																
			1P	2P	3P	Р	SM	1S	28	3S	48	5S	6S	SEL	SC	UT	CR	WRM	PLP
Douglas-fir	11"	415								196	219								
W Hem./ fir	12"	983							82	510	391								
Sale Total		1398																	

Hemlock \$ 87.84 per MBF

NO-BID SPECIES Hardwoods \$267.54 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 \$7,366 after the project work is completed and accepted, as described in Section 2630, "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 (\$8,000),

whichever is greater. Actual bond amount will be rounded up to an even

\$1,000 unit.

EXPIRATION DATE: June 30, 2007 BID METHOD: Sealed Bids

BID DEPOSIT: \$17,100 SALE TYPE: Recovery/BOF - 100%

INSURANCE: \$1,000,000 Commercial General Liability; \$1,000,000 Automobile Liability;

\$1,000,000 Logger's Broad Form

HARVEST METHOD: 85% cable; 15% ground.

PROJECTS: 1.8 miles of road improvement.

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 2455.

Acreage was calculated from GIS digital orthophotos.

See logging plan in cruise report for acres to be harvested.

All felling is required to be completed by March 15, 2007.

SALE OBJECTIVES:

Partial cut Douglas-fir and hemlock to develop future layered and older forest

structure stands.

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: East Foley Peak

COUNTY: Tillamook CONTRACT NO.: 341-05-63

TIMBER SALE NAME: East Foley Peak
TIMBER SALE NO.: 341-05-63
OPENING DATE: May 17, 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, saw	mill grade or bett	er,		
			Dollars (\$) per MBF.
Hemlock, sawmi	ill grade or better			
			Dollars (\$) per MBF.
Minimum grades	and volumes for	bid species are stated in the tin	nber sale prospectus.	
No-bid species w	vill remain as show	wn:		
Hardwoods			\$267.54 per N	IBF.
		red, consisting of aepartment of Forestry.		in the amount of
performance bon	nd, within thirty (30		al payment, required certificates of in a notice of intent to award; and that a	
	e thirty-day perio		er agrees that if they fail to qualify u the property of the Oregon Departm	
	BIDDER	(Name of Individual or C	ompany and Authorized Official)	
	TAX ID NO.			
	ADDRESS			
	PHONE			
	BY			
		(Signature of Author	rized 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 partnershi () an individua	p () an assumed (business) name	() company
List names of all persons	s doing business under the partnership or	or assumed name:
_		
If assumed name is subshere:	sidiary to a corporation, fill in data reques	sted 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>RT</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	ILT, 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: East Foley Peak

Date: February 18, 2005

To: Barbara Moore

CC: Ross Holloway, District Sale File

From: Marcia Humes

Habitat Suitability

This sale contains suitable habitat for northern spotted owls. This 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. Northern spotted owls were observed during these surveys. There were four observations of northern spotted owls in 2003 and two in 2004. Two of the 2003 responses were attributed to a non-territorial single (or "floater") owl. The remaining two observations in 2003 and one observation in 2004 were attributed to the Miami River spotted owl activity center. The remaining 2004 response was attributed to an activity center further than 1.5 miles from the sale area.

Surveys for marbled murrelets are not necessary for this sale.

Known T&E Resources

The sale is within 1.5 miles of the Miami River northern spotted owl activity center. A Biological Assessment of the sale's impact on the activity center has been conducted. It concludes that the East Foley Peak timber sale as currently planned poses a low risk to continued viability of the Miami River spotted owl site.

There are no Marbled Murrelet Management Areas within 0.25 miles of this sale.

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

Operational Considerations

The northern spotted owl activity center affected by this sale is greater than 0.25 miles from the sale. If spotted owls move to within 0.25 miles of the sale area and establish a nest, seasonal restrictions would be necessary during the nesting season (i.e. March 1 through September 30).

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. Additionally, northern spotted owl monitoring will continue at the Miami River activity center.

Survey Results Summary

Table 1. Northern Spotted Owl Surveys of East Foley Peak

Year	Visit #1	Visit #2	Visit #3	Visit #4	Visit #5	Visit #6	
Survey Area	Date	Date	Date	Date	Date	Date	
East Foley Peak	4/29-30	6/2-3	7/1-2	7/7-8	8/13-14	8/20-21	
		6/3-4		7/8-9			
		6/4-5		7/9-10			
2003	Ø	NR	NR	Ø	NR	NR	
	⊗ ₊ ⊗ ₊		Area of	⊗ + ⊗			
	+		response				
East Ealess Davids	4/20, 20	5/21 C/1	surveyed				
East Foley Peak	4/29-30	5/31-6/1	7/15-16				
2004	5/3-4	6/1-2	7/19-20				
2004	STRIX (5/3-4)	⊗ + (6/1-2)	NR				
	$\stackrel{\otimes}{+}$, A (5/4-5)	` ,					
NR - no response	j - juvenil	e	$ m M_0$ - mou	use refused	M ₄ - 4 :	mice taken	
V - visual response	jj - 2 juver	niles	\mathbf{M}_1 - 1mi	ce taken	${ m M}_{ m 5}$ - 5 mice taken		
bb - new bird banded	- last	visit to site	M_2 - 2 m	ice taken	${ m M}_{ m 6}$ - 6 mice taken		
	M ₃ - 3 mice taken						
	φ φ	Q ⊗ © + Female (day, night, early morning)					
1 7 7 7	O' ⊗' ©' - Male (day, night, early morning)					rly morning)	