NOTICE OF TIMBER SALE

(Recovery - Scaled Sale)

SALE NAME/NO .:

Full A Bull

341-07-34

AUCTION DATE/TIME:

September 18, 2006, 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 OFFICE (MAILING Oregon Department of Forestry

ADDRESS FOR BIDS):

Klamath-Lake District 3200 DeLap Road

Klamath Falls, Oregon 97601

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

HARVEST TYPE:

745-acre selection cut.

SALE LOCATION:

Portions of Sections 29, 30, 31, 32, and 33, T32S, R7½E, 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 Highway 232; then take Highway 232 north past Kimball State

Park to the 3 Road (Point A). Follow the signs to the Timber Sale Area.

APPRAISED VOLUMES AND QUALITY:

NO-BID SPECIES

| SPECIES | AVG DBH | TOTAL MBF | GRADES BY MBF | | | | | | | | | | | | | | | |
|----------------|------------|--------------|---------------|----|------------|---|----|-----|----|----|----|----|----|--------------------|----|----|-------|-----|
| | | | 1P | 2P | 3 P | Р | SM | 1\$ | 28 | 38 | 48 | 58 | 6S | SEL | SC | UT | CR | WRM |
| Lodgepole Pine | 12.3" | 3,037 | | | | | | | | | | | | | | | 3,037 | |
| Ponderosa Pine | 16" | 1,915 | | | | | | | | | | | | | | | 1,915 | |
| White Fir | 16.4" | 1,014 | | | | | | | | | | | | | | | 1,014 | |
| Safe Total | | 5,966 | | | | | | | | | | | | | | | | |
| MINIMUM B | BID: B | ID SPEC | IES | | | _ | - | | | | | | | 7.19 pe 3.36 pe | | | | |

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 \$31,000.62 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 (\$31,000),

White fir and other conifers...... \$246.45 per MBF

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

EXPIRATION DATE:

September 30, 2008

BID METHOD:

Sealed Bids

BID DEPOSIT:

\$125,300

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:

100% tractor yarding. A mechanical feller-buncher with a lateral reaching boom is

required for all mechanical felling.

PROJECTS:

- 10 miles of road improvement.
- Felling, yarding, and piling of submerchantable material.
- Approximately 3 miles of road closures.
- 1.2 miles of right-of-way clearing.

FEES:

ENDANGERED SPECIES ACT COMPLIANCE STATEMENT:

None.

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 2455.

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

The timber sale area is located behind a gate. This gate is to remain closed and locked from November 1 to June 30. Purchaser must make arrangements for this if operations are active during this time.

Any conifer log having a gross scaling diameter of less than 6 inches shall be pencil bucked for the purpose of determining the volume and grade of the log (Section 2020).

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

SALE NAME:

Full a Bull

COUNTY: CONTRACT NO.: Klamath 341-07-34

Form 341-210.1 (R) Page 1 of 2 Rev. 05/06

TIMBER SALE NAME: Full A Bull

TIMBER SALE NO.: 341-07-34

OPENING DATE: September 18, 2006

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:

| apove-cite | u littibet sale, and bids, a | and will pay. | | |
|-----------------------------------|---|--|--|-----------------------------------|
| Bid Specie | <u>s</u> : | | | |
| Lodgepole | e pine, sawmill grade or | better, | | |
| | | | Dollars (\$ |) per MBF. |
| Ponderosa | a pine, sawmill grade or | better, | | |
| | | | Dollars (\$ |) per MBF. |
| Minimum g | rades and volumes for t | oid species are stated in the timb | er sale prospectus. | |
| No-bid spe | cies will remain as show | n: | | |
| White fir a | nd other conifers | | \$246.45 per MB | F. |
| Enclosed is \$125,300 , | s a bid deposit as requir payable to the Oregon D | ed, consisting of a Department of Forestry. | | in the amount of |
| performand | signed agrees to execute ce bond, within thirty (30 plied to the first required |) days of the date of the written r | payment, required certificates of ins notice of intent to award; and that ar | urance, and y cash bid deposit |
| contract wi | thin the thirty-day period damages. If the unders | I, the bid deposit shall become the | r agrees that if they fail to qualify un- ne property of the Oregon Departme thirty-day period, STATE may disq | nt of Forestry as |
| | BIDDER | (Name of Individual or Cor | npany and Authorized Official) | |
| | TAX ID NO. | | | |
| | ADDRESS | | | |
| | PHONE | | | |
| | BY | (Signature of Authoriz | ed Official & Title) | |

COMPLETE PURCHASER'S STATUS ON PAGE 2

PURCHASER'S STATUS

| Purchaser is a | corporation (| Incorporated in the State of | | |
|-----------------|------------------------------------|---|------------------------------------|---------------|
| Presid | lent's Name | | | |
| Secre | tary's Name | | | |
| Purchaser is: | ()a partnership ()an individual | () an assumed (business) name | () company | |
| List na | ames of all persons doing | g business under the partnership or a | ssumed name: | |
| | | · · · · · · · · · · · · · · · · · · · | | |
| lf assu name | | to a corporation, fill in data requeste | d of corporation also and write in | 1 corporation |

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 | |
| | |
| Dated | |
| | |

[NOTE: For the purpose of this form, the definition of unprocessed timber is the same as in OAR 629-031-0005.]



Department of Forestry

State Forester's Office 2600 State Street Salem, OR 97310 (503) 945-7200 FAX (503) 945-7212 TTY (503) 945-7213 / 800-437-4490 http://www.odf.state.or.us

Biological Survey Report -- Update



Project:

Full A Bull

Date:

August 3, 2006

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, again in 1999 - 2000, and 2005 - 2006, using standards that meet or exceed protocols approved by the U.S. Fish and Wildlife Service. These surveys are done as monitoring surveys under ODF's Eastern Oregon Long-Range Management Plan. There were no responses to any surveys in 1999, 2000, 2005, and 2006.

Known T&E Resources

There are no known northern spotted owl activity centers within 1.2 miles of this sale. The northern Annie Creek bald eagle nest site is within 0.5 miles of this sale.

Operational Considerations

Seasonal operating restrictions will be in effect from January 1 to August 1 for sale areas within 0.5 miles line-of-site of the northern Annie Creek bald eagle site, unless it can be determined that the nest is not being used during that nesting season. There are no other seasonal restrictions associated with threatened, endangered or sensitive species for this sale.

Future Survey Plans

There are no future survey plans for this sale.