NOTICE OF TIMBER SALE

(Recovery – Scaled Sale)

SALE NAME/NO.: Sgt. Rock 341-08-10

AUCTION DATE/TIME: August 24, 2007, starting at 2:00 p.m.

AUCTION LOCATION: Oregon Department of Forestry
Forest Grove District Headquarters
801 Gales Creek Road
Forest Grove, Oregon 97116-1199
(503) 357-2191 FAX (503) 357-4548

DISTRICT/UNIT OFFICE (MAILING ADDRESS FOR BIDS): Oregon Department of Forestry
Forest Grove District Headquarters
801 Gales Creek Road
Forest Grove, Oregon 97116-1199
(503) 357-2191 FAX (503) 357-4548

HARVEST TYPE: **Areas 1 and 2:** Approximately 131.9 acres of regeneration harvest that contains 40- to 65-year-old Douglas-fir with scattered hemlock and alder, removing approximately 33.2 MBF/acre.

Area 3 (R/W): Approximately 5.3 acres of right-of-way timber to be removed.

SALE LOCATION: Timber Sale Areas are located in portions of Section 21, T4N, R6W, W.M., Clatsop County, Oregon.

DIRECTIONS TO TIMBER SALE AREA: Timber Sale Areas can be assessed via Highway 26. One-half mile west of Milepost 30 on Oregon Highway 26, turn north onto McGregor Road. At approximately Milepost 2, turn left onto the West Mac Quarry Road and travel 1 mile to the timber sale area.

APPRAISED VOLUMES AND QUALITY:

SPECIES	AVG DBH	TOTAL MBF	GRADES BY MBF																
			1P	2P	3P	P	SM	1S	2S	3S	4S	5S	6S	SEL	SC	UT	CR	WRM	PLP
Douglas-fir	20"	4,322							2,810	1,328	184								
W. Hem / fir	19"	49							26	22	1								
Red Alder	16"	190															190		
Sale Total		4,561																	

MINIMUM BID:

BID SPECIES	Douglas-fir	$394.19 per MBF
NO-BID SPECIES	Western hemlock/true fir and other conifers	$153.06 per MBF
	Western redcedar	$775.00 per MBF
	Red alder and other hardwoods	$463.13 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 $148,196 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 ($149,000), whichever is greater. Actual bond amount will be rounded up to an even $1,000 unit.

EXPIRATION DATE: October 31, 2009 BID METHOD: Sealed Bids

BID DEPOSIT: $165,000 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:	Area 1: 20% ground-based yarding and 80% cable yarding. Area 2: 100% ground-based yarding. Area 3: 100% ground-based yarding.
PROJECTS:	Project No. 1: Approximately 1.08 miles of sale access road construction. Project No. 2: Approximately 0.42 mile of road improvement. Project No. 3: West Mac Quarry development and rock crushing of 11,068 cubic yards of rock.
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 Forest Grove ODF District at (503) 357-2191 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.** Timber sale acreages were determined by using aerial photos and GIS. **All felling on the Timber Sale Area must be completed by March 15, 2009.** Snag creation is required for Areas 1 and 2 (Section 2335). **All projects must be completed by October 31, 2008 (Section 2620).**
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:	**Sgt. Rock**
COUNTY:	**Clatsop**
CONTRACT NO.:	**341-08-10**

TIMBER SALE NAME: **Sgt. Rock**

TIMBER SALE NO.: **341-08-10**

OPENING DATE: **August 24, 2007**

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, sawmill grade or better, _____

_____ Dollars ($_____) per MBF.

Minimum grades and volumes for bid species are stated in the timber sale prospectus.

No-bid species will remain as shown:

Western hemlock/true fir and other conifers ..... **$153.06** per MBF.
Western redcedar ..... **$775.00** per MBF.
Red alder and other hardwoods ..... **$463.13** per MBF.

Enclosed is a bid deposit as required, consisting of a _____ in the amount of **$165,000**, payable to the Oregon Department of Forestry.

The undersigned agrees to execute and deliver the contract, initial payment, required certificates of insurance, and performance bond, within thirty (30) days of the date of the written notice of intent to award; and that any cash bid deposit may be applied to the first required timber sale payment.

The undersigned understands that the bid is irrevocable and further agrees that if they fail to qualify under the terms of the contract within the thirty-day period, the bid deposit shall become the property of the Oregon Department of Forestry as liquidated damages. **If the undersigned fails to qualify within the thirty-day period, STATE may disqualify the undersigned from submitting another bid on this timber sale.**

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 ( ) an assumed (business) name ( ) company

List names of all persons doing business under the partnership or assumed name:

_____ _____

_____ _____

_____ _____

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

_____

CERTIFICATION OF ELIGIBILITY TO BID ON STATE TIMBER

_____ hereby certifies that they:

EXPORT

(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).

DEFAULT, 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.]

Oregon
Theodore R. Kulongoski, Governor

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

"STEWARDSHIP IN FORESTRY"

Biological Survey Report

Project: Sgt. Rock

Date: April 17, 2007

To: Erik Marcy

CC: Bob Gustavson, District Sale File

From: Marcia Humes Marcia

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 2005 and 2006, using a protocol endorsed by the U.S. Fish and Wildlife Service[1]. Northern spotted owls were not observed during these surveys.

Surveys for marbled murrelets are not necessary for this sale.

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.

Operational Considerations

Current northern spotted owl survey results are valid until March 15, 2009. All timber should be felled by March 15, 2009.

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.

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

Survey Results Summary

Table 1. Northern Spotted Owl Surveys of Sgt. Rock

Year Survey Area	Visit #1 Date	Visit #2 Date	Visit #3 Date	Visit #4 Date	Visit #5 Date	Visit #6 Date
Sgt. Rock	5/16-17	6/21-22	8/1-2 8/2-3			
2005	NR	NR	NR			
Sgt. Rock	5/15-16	6/15-16	7/25-26			
2006	NR	NR	NR			

NR - no response	j - juvenile	M_0 - mouse refused	M_4 - 4 mice taken
V - visual response	jj - 2 juveniles	M_1 - 1 mice taken	M_5 - 5 mice taken
bb - new bird banded	[redacted] - last visit to site	M_2 - 2 mice taken	M_6 - 6 mice taken
		M_3 - 3 mice taken	
⚥ ⚥ ⚥ - Pair (day, night, early morning)		♀ ⊗ ♀ - Female (day, night, early morning)	
♂ ⊗ ♂ - Male (day, night, early morning)		○ ⊗ ⊚ - Sex Unkn (day, night, early morning)	