NOTICE OF TIMBER SALE

(Recovery – Scaled Sale)

| | | (Receivery Coulou Guio) |
|--|--|---|
| SALE NAME/NO.: | Strombo Combo | 341-09-54 |
| AUCTION DATE/TIME: | May 21, 2009, starting at 10:00 a.m. | |
| AUCTION LOCATION: | Oregon Department of Forestry West Oregon District Headquarters 24533 Alsea Highway Philomath, Oregon 97370 (541) 929-3266 FAX (541) 929-5549 | |
| DISTRICT/UNIT OFFICE (MAILING ADDRESS FOR BIDS): | Oregon Department of Forestry West Oregon District Headquarters 24533 Alsea Highway Philomath, Oregon 97370 (541) 929-3266 FAX (541) 929-5549 | |
| HARVEST TYPE: | Combination of modified clearcut harvest contain Douglas-fir timber in one sale area and automark containing 100 net acres of 36- to 57-year-old Do | commercial thinning harvest |
| SALE LOCATION: | Portions of Sections 19 and 30, T11S, R8W, and W.M., Lincoln County, Oregon. | Sections 24 and 25, T11S, R9W, |
| DIRECTIONS TO TIMBER SALE AREA: | From Philomath, travel west on Highway 20 for 1 Harlan-Burnt Woods Road and travel 2 miles to Turn right and proceed 5.3 miles to Point C whic northwest of point C on Stromboulder Road. Are | Burnt Woods Ridge Road (Point A). h is the west side of Area II. Area I is |

APPRAISED VOLUMES AND QUALITY:

| SPECIES | AVG DBH | TOTAL MBF | | GRADES BY MBF | | | | | | | | | | | | | | | |
|-------------|------------|--------------|------|---------------|----|-------|---------|-------|--------------------------|-------|-----|----|-------------------|-------------------------------|-------|----|----|-----|-----|
| | | | 1P | 2P | 3P | Р | SM | 1S | 2S | 3S | 4S | 5S | 6S | SEL | SC | UT | CR | WRM | PLP |
| Douglas-fir | 19" | 3,418 | _ | | | | 11 | | 2,419 | 807 | 181 | | | | | | | | |
| Sale Total | | 3,418 | | | | | | | | | | | | | | | | | |
| MINIMUM B | ID: E | BID SPEC | CIES | | D | ougl | as-fir. | | | | | | \$14 [·] | 1.82 pe | er ME | ßF | | | |
| | ٢ | NO-BID S | PECI | IES | R | led a | lder a | nd ot | k and o her har ar | dwood | ls | | \$24 | 0.00 pe 5.00 pe 0.00 pe | ər ME | ßF | | | |

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 \$118,043 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 (\$119,000), whichever is greater. Actual bond amount will be rounded up to an even \$1,000 unit. | | | | | | |
|-----------------------|--|-------------|--------------------|--|--|--|--|
| EXPIRATION DATE: | September 30, 2011 | BID METHOD: | Sealed Bids | | | | |
| BID DEPOSIT: | \$36,600 | SALE TYPE: | Recovery/BOF - 92% | | | | |
| | | | CSL - 8% | | | | |
| INSURANCE: | \$1,000,000 Commercial General Liability; \$1,000,000 Automobile Liability; | | | | | | |

| | \$1,000,000 Logger's Broad Form |
|--|--|
| HARVEST METHOD: | Combination of cable yarding (approximately 88%) and ground-based yarding (approximately 12%) by volume. |
| PROJECTS: | Road improvement (8 miles) and post harvest activities. |
| 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 West Oregon ODF District at (541) 929-3266 for further information or questions relative to threatened or endangered species surveys, future planned survey information, or other threatened or or endangered species information. |
| SPECIAL REMARKS: | NO PERSONAL OR COMPANY CHECKS ACCEPTED FOR THE BID DEPOSIT. |
| | SEASONAL RESTRICTIONS APPLY - SEE SECTION 2455. |
| | Net and gross acreage for all timber sale areas determined using digital orthophotos and GIS. |
| | Area I is a modified clearcut. |
| | Area II is an automark thinning. |
| | Area III is an automark retention cut. |
| | All timber felling shall be completed in Areas I, II, and III prior to March 15, 2011. |
| | Area II contains patchcuts within its boundaries. |
| | Area II contains Genetic Parent Trees within its boundaries. These trees are marked with yellow paint and are reserved from cutting. |
| | Area III and the plantation west of Area III contain Genetic Conservancy Trees within its boundaries. These trees are marked with fluorescent red paint and are reserved from cutting. |
| | 15 hours of firewood sorting required on Area I and II landings. |

- Access roads for all of Area I and most of Area II will be surfaced which will allow operations to continue during the wet season.
- 32 trees will be topped to create snags and 32 trees will be felled for downed wood.
- 20 hours of slash piling is required in portions of Areas II and III.

The information shown on the Exhibit A maps 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:Strombo ComboCOUNTY:LincolnCONTRACT NO.:341-09-54

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

TIMBER SALE NAME: Strombo Combo

TIMBER SALE NO .: 341-09-54

OPENING DATE: May 21, 2009

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 and other conifers Red alder and other hardwoods | | |
| Western redcedar | | |
| Enclosed is a bid deposit as required, consisting of a | in the amount of | |

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 | |
|------------------|------------------------------------|-----------------------------------|-------------------|---------------------------------------|-----------|
| Presid | ent's Name | | | | |
| Secre | ary's Name | | | | |
| Purchaser is: | ()a partnership ()an individual | () an assumed (name | ousiness) | () company | |
| List na | imes of all persons of | loing business under the pa | rtnership or assu | med name: | |
| | | | | | _ |
| | | | | | _ |
| | | | | | _ |
| If assu here: | imed name is subsic | liary to a corporation, fill in d | ata requested of | corporation also and write in corpora | tion name |

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.]



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

Project: Strombo Combo

Date: January 6, 2009

To: Dan Borg

CC: Steve Laam, District Sale File

From: Jennifer Weikel

Habitat Suitability

This sale contains potentially suitable habitat for northern spotted owls and marbled murrelets.

Survey Results

This sale was surveyed for northern spotted owls in 2007 and 2008, using a protocol endorsed by the U.S. Fish and Wildlife Service¹. Northern spotted owls were not observed during these surveys.

Surveys for marbled murrelets were conducted in 2007 and 2008, using a protocol developed by the Pacific Seabird Group². Murrelets were not detected during these surveys.

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

² Evans, D. M., W. P. Ritchie, S. K. Nelson, E. Kuo-Harrison, Peter Harrison, T. E. Hamer, eds. 2003. Methods for surveying marbled murrelets in forests: an revised protocol for land management and research. Unpublished report for the Pacific Seabird Group Marbled Murrelet Technical Committee. 76 pp.

Known T&E Resources

There are no northern spotted owl activity centers or Marbled Murrelet Management Areas affecting this sale.

Operational Considerations

Current northern spotted owl survey results are valid until March 15, 2011. Marbled murrelet survey results are valid until April 1, 2014.

All timber should be felled by March 15, 2011

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

| Year | Visit #1 | Visit #2 | Visit #3 | Visit #4 | Visit #5 | Visit #6 | |
|--|----------------|---------------|----------------------|---|---|-------------------------------|--|
| Survey Area | Date | Date | Date | Date | Date | Date | |
| Strombo Combo | 4/3-4 | 6/28-29 | 7/30-31 | | | | |
| | 4/45 | 6/29-30 | 7/31-8/1 | | | | |
| 2007 | NR | NR | NR | | | | |
| Strombo Combo | 3/31-4/1 | 5/27-28 | 7/2-3 | | naka duna. Conserva Kanada duna duna | | |
| | 4/1-2 | 5/28-29 | 7/3-4 | and approximation | | en el la regione de | |
| | 4/2-3 | | | | | | |
| 2008 | NR | NR | NR | | | | |
| NR - no response | j - juveni | le | M ₀ - mo | use refused | M ₄ - 4 | mice taken | |
| V - visual response | jj - 2 juve | niles | M ₁ - 1m | ice taken | M ₅ - 5 | mice taken | |
| bb - new bird banded | - last | visit to site | M_2 - 2 mice taken | | M ₆ - 6 | M ₆ - 6 mice taken | |
| | | | M ₃ - 3 n | nice taken | | | |
| $ \begin{array}{c} \begin{array}{c} \begin{array}{c} \begin{array}{c} \begin{array}{c} \end{array} \\ \end{array} \\ \end{array} \\ \end{array} \\ \begin{array}{c} \end{array} \\ \end{array} \\ \end{array} \\ \end{array} \\ \begin{array}{c} \begin{array}{c} \end{array} \\ \begin{array}{c} \begin{array}{c} \end{array} \\ \end{array} \\ \end{array} \\ \end{array} \\ \end{array} \\ \begin{array}{c} \begin{array}{c} \end{array} \\ \begin{array}{c} \begin{array}{c} \end{array} \\ \begin{array}{c} \begin{array}{c} \end{array} \\ \end{array} \\ \end{array} \\ \end{array} \\ \end{array} \\ \end{array} \\ \begin{array}{c} \begin{array}{c} \end{array} \\ \end{array} \\ \end{array} \\ \end{array} \\ \end{array} \\ \end{array} \\ \begin{array}{c} \begin{array}{c} \end{array} \\ \begin{array}{c} \begin{array}{c} \end{array} \\ \begin{array}{c} \end{array} \\ \end{array} \\ \end{array} \\ \end{array} \\ \end{array} \\ \end{array} \\ \begin{array}{c} \end{array} \\ \end{array} $ | | | | | | morning) | |
| O & C - Male (day, night, | early morning) | | \circ | Contraction Contractica Con | n (day, night, ea | rly morning) | |

Table 1. Northern Spotted Owl Surveys of Strombo Combo

| Survey Area | Site | Station | Date | # Detections |
|---------------|------|---------|------------|--------------|
| STROMBO COMBO | 1 | 1 | 05/05/2007 | 0 |
| STROMBO COMBO | 1 | 2 | 05/30/2007 | 0 |
| STROMBO COMBO | 1 | 2 | 06/19/2007 | 0 |
| STROMBO COMBO | 1 | 2 | 07/07/2007 | 0 |
| STROMBO COMBO | 1 | 1 | 07/16/2007 | 0 |
| STROMBO COMBO | 1 | 1 | 05/19/2008 | 0 |
| STROMBO COMBO | 1 | 2 | 06/06/2008 | 0 |
| STROMBO COMBO | 1 | 1 | 06/26/2008 | 0 |
| STROMBO COMBO | 1 | 2 | 07/03/2008 | 0 |
| STROMBO COMBO | 1 | 1 | 07/11/2008 | 0 |
| STROMBO COMBO | 2 | 1 | 05/07/2007 | 0 |
| STROMBO COMBO | 2 | 2 | 05/31/2007 | 0 |
| STROMBO COMBO | 2 | 3 | 06/21/2007 | 0 |
| STROMBO COMBO | 2 | 2 | 07/09/2007 | 0 |
| STROMBO COMBO | 2 | 1 | 07/18/2007 | 0 |
| STROMBO COMBO | 2 | 1 | 05/14/2008 | 0 |
| STROMBO COMBO | 2 | 2 | 06/05/2008 | 0 |
| STROMBO COMBO | 2 | 3 | 06/25/2008 | 0 |
| STROMBO COMBO | 2 | 1 | 07/04/2008 | 0 |
| STROMBO COMBO | 2 | 2 | 07/15/2008 | 0 |

Table 2. Marbled Murrelet Surveys of Strombo Combo

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