NOTICE OF TIMBER SALE

(Recovery - Scaled Sale)

SALE NAME/NO.: Lou's Head 341-13-36

AUCTION DATE/TIME: February 15, 2013, starting at 2:00 p.m.

AUCTION LOCATION: Oregon Department of Forestry

Forest Grove District Headquarters

801 Gales Creek Road

Forest Grove, OR 97116-1199

(503) 357-2191 FAX (503) 357-4548

DISTRICT/UNIT Oregon Department of Forestry
OFFICE (MAILING Forest Grove District Headquarters

ADDRESS FOR BIDS): 801 Gales Creek Road

Forest Grove, OR 97116-1199

(503) 357-2191 FAX (503) 357-4548

HARVEST TYPE: Area 1 is 227 acres of Partial cut (Age 70); Area 2 is 4 acres of Right-of-Way.

SALE LOCATION: The sale is located in portions of Section 13, 14, and 23, T3N, R6W, W.M., Tillamook

County, Oregon.

DIRECTIONS TO TIMBER

SALE AREA:

Sale Total

From Forest Grove, head north on Highway 47 to its junction with Highway 26. Merge onto Highway 26 westbound and continue for approximately 17.6 miles to Salmonberry Road. Turn left off of the highway onto Salmonberry Road and continue for 1.9 miles to Camp 5 Road and turn left. Follow Camp 5 Road for approximately 1.5 miles and turn left onto Wheeler Road. Continue on Wheeler Road for approximately 0.1 mile to the western most

edge of the sale area.

APPRAISED VOLUMES AND QUALITY:

TOTAL GRADES BY MBF AVG SPECIES 5S 68 SEL SC UT CR WRM PLP 2P 3P SM 18 28 3S **4S**

Douglas-fir 19" 4,437

4,437

NO-BID SPECIES Western hemlock and other conifer...... \$276.06 per MBF

3,013

Western redcedar and other cedars \$826.06 per MBF Red alder and other hardwoods \$401.06 per MBF

1.260

In order to compensate PURCHASER for Project Work, ODF will credit PURCHASER's timber account in the amount of \$31,840 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. Bond amount will be rounded up to an even \$1,000 unit.

EXPIRATION DATE: October 31, 2015 BID METHOD: Sealed Bids

BID DEPOSIT: \$169,500 SALE TYPE: Recovery/BOF - 100%

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

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

HARVEST METHOD: The sale area is 100% ground-based logging.

PROJECTS: Project 1: Road Construction \$14,130.07

Project 2: Road Surfacing \$12,490.07
Project 3: Grass seed, fertilize, and mulch \$493.33
Equipment Move-in and Cleaning \$4,721.74

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. In some cases, ODF may require that initiation of operations be delayed to allow for completion of spot check surveys as recommended by the USFWS survey protocol and required by ODF policy. 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 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:

NO PERSONAL OR COMPANY CHECKS ACCEPTED FOR THE BID DEPOSIT.

SEASONAL RESTRICTIONS APPLY - SEE SECTION 2455.

Pulp removal is not allowed.

Equipment washing is required - Section 2416.

All felling shall be completed by March 15, 2015.

Elevation range from 1,840 feet to 2,160 feet.

Slopes range from 5% to 35%.

Acres were determined using ESRI ArcMap GIS Software.

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: Lou's Head COUNTY: Tillamook CONTRACT NO.: 341-13-36

TIMBER SALE NAME: Lou's Head

TIMBER SALE NO.: 341-13-36

OPENING DATE: February 15, 2013

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:

| above-cited timbe | r sale, and bids, ar | nd will pay: | | |
|---------------------------------------|---|--|----------------------------|-----------------|
| Bid Species: | | | | |
| Douglas-fir, sawr | mill grade or better | | | |
| | | Do | llars \$ | per MBF |
| Minimum grades a | and volumes for bid | d species are stated in the timber sale prospectus. | | |
| No-bid species wi | ll remain as shown | : | | |
| Western redceda | r and other ceda | ers | . \$826.06 per MBF. | |
| | | d, consisting of aepartment of Forestry. | ir | n the amount of |
| performance bond | | and deliver the contract, initial payment, required of days of the date of the written notice of intent to a rale payment. | | |
| contract within the liquidated damage | e thirty-day period, es. If the undersig | ne bid is irrevocable and further agrees that if they the bid deposit shall become the property of the Ouned fails to qualify within the thirty-day period, her bid on this timber sale. | regon Department o | f Forestry as |
| | BIDDER | (Name of Individual or Company and Authoriz | zed 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 (| eck) | 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 as | ssumed name: | |
| | | to a corporation, fill in data requested | l of corporation also and write in corp | oration |

Rev. 05/11 629: Form 301-020

CERTIFICATION OF ELIGIBILITY TO BID ON STATE TIMBER

| | hereby certifies that they: | | | |
|--------|--|--|--|--|
| EXPOR | <u>.T</u> | | | |
| (a) | Will not directly or indirectly export the unprocessed State timber as defined in OAR 629-031-0020 which is the subject of this transaction. | | | |
| (b) | Shall not engage in export of unprocessed timber originating from private lands in Oregon until such time as all interests in contracts for State timber held by the above have terminated, per OAR 629-031-0010(1)(d). | | | |
| (c) | 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. | | | |
| (d) | 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. | | | |
| (e) | 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. | | | |
| (f) | Have not directly or indirectly 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

Project:

Lou's Head

Date:

November 1, 2012

To:

Eric Marcy

CC:

Mike Cafferata, District Sale File

From:

Matt Gostin

Habitat Suitability

This sale contains potentially suitable habitat for northern spotted owls. This sale is located in the Marbled Murrelet Systematic Survey Zone. By ODF policy, operational marbled murrelet surveys are not required.

Survey Results

This sale was surveyed for northern spotted owls in 2011 and 2012, using a protocol endorsed by the U.S. Fish and Wildlife Service^{1,2}. 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 or Marbled Murrelet Management Areas affecting this sale.

¹ USDI Fish and Wildlife Service. 2011. Protocol for surveying proposed management activities that may impact northern spotted owls. 38pp.

² Oregon Department of Forestry, June 1, 2010. Policy bulletin SFB – 10-03, Northern Spotted Owl Policy Update - Northern Spotted Owl Survey Protocol.

Operational Considerations

Felling restrictions for spotted owl spot check surveys are not required for this sale at this time.

Current northern spotted owl survey results are valid until March 15, 2015.

All timber should be felled by March 15, 2015.

Future Survey Plans

Spotted owl spot check surveys for this timber sale will be required in 2013 and 2014. In addition, 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 Lou's Head

| Survey Area | Visit #1 | Visit #2 | Visit #3 | Visit #4 | Visit #5 | Visit #6 |
|---|---|-------------------------------|--|-------------------------------|---------------------------------------|--------------|
| Year | Date | Date | Date | Date | Date | Date |
| Lou's Head | 3/27-28 | 4/19-20 | 5/25-26 | 6/21-22 | 7/12-13 | 8/8-9 |
| | 3/28-29 | 4/20-21 | 5/29-30 | 6/22-23 | 7/13-14 | 8/9-10 |
| | 3/30-31 | 4/21-22 | 5/30-31 | 6/23-24 | 7/14-15 | 8/10-11 |
| | 3/31-4/1 | | | | | |
| | 4/12-13 | | | | | |
| 2011 | NR [†] | NR | NR . | NR | NR | NR |
| Lou's Head | 3/28-29 | 5/2-3 | 5/24-25 | 6/20-21 | 7/11-12 | 8/1-2 |
| | 3/31-4/1 | 5/4-5 | 5/26-27 | 6/21-22 | 7/12-13 | 8/2-3 |
| | 4/1-2 | 5/5-6 | 5/27-28 | 6/22-23 | 7/15-16 | 8/3-4 |
| | 4/9-10 | | | 6/23-24 | 7/16-17 | 8/6-7 |
| | 4/10-11 | | | 6/25-26 | | |
| | 4/22-23 | | | | | |
| • | 4/23-24 | | | | | |
| | 4/24-25 | | | | | |
| 2012 | NR [†] | NR | NR | NR | NR | NR |
| NR - no response j | - juvenile | | $ m M_0$ - mouse refused $ m M_4$ - | | M ₄ - 4 | 4 mice taken |
| V - visual response jj - 2 juveniles | | les | M ₁ - 1mice taken | | ${ m M}_{ m 5}$ - ${ m 5}$ mice taken | |
| bb - new bird banded - last visit to site | | M ₂ - 2 mice taken | | M ₆ - 6 mice taken | | |
| | | | M ₃ - 3 mice taken | | | |
| Q' Q' Q' - Pair (day, night, early morning) | | ing) | Q & @ + - Female (day, night, early morning) | | | |
| ් ම් - Male (day, nig | O 🛇 © - Sex Unk (day, night, early morning) | | | | | |

[†]Sale took longer than 7 days due to snow.