NOTICE OF TIMBER SALE

(Recovery - Scaled Sale)

SALE NAME/NO.: Gales Back Pocket 341-17-37

AUCTION DATE/TIME: October 21, 2016, 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: A 113-acre Modified Clearcut of a 65-year-old stand of Douglas-fir, and a one-acre

Right-of-Way.

SALE LOCATION: Portions of Sections 33 and 34, T2N, R5W, W.M., Washington County, Oregon.

DIRECTIONS TO TIMBER

SALE AREA:

From Forest Grove, travel south on Highway 8 to its junction with Highway 6. Turn left and continue south on Highway 6 for 5½ miles to the South Fork Gales Creek Road which is between Mileposts 36 and 37. Turn left and continue south for 2¾ miles to a spur on the left. Turn and continue about ½ mile to the west side of the Timber Sale Area. There is one gate on the access route that will require a key or combination

which can be obtained from the Forest Grove District office.

APPRAISED VOLUMES AND QUALITY:

AVG TOTAL GRADES BY MBF **SPECIES** 1P 2P SM 1S 28 35 48 58 68 SFI SC UT CR WRM PLP

Douglas-fir 16" 4.722 2,027 2,376 315

Sale Total 4.722

NO-BID SPECIES Western hemlock and other conifers...... \$ 274.37 per MBF

Western redcedar and other cedars...... \$1,014.37 per MBF Red alder and other hardwoods..... \$ 449.37 per MBF

In order to compensate PURCHASER for Project Work, ODF will credit PURCHASER's timber account in the amount of \$85,585 after the project work is completed and accepted, as described in Section 2630, "Credit for Project Work."

The Timber Sale Area contains negligible volumes of other logs to be paid for at the prices in Section 1740.

PERFORMANCE SECURITY: 20% of bid value, not to exceed \$500,000. Bond amount will be rounded up to an even

\$1,000 unit.

EXPIRATION DATE: October 31, 2019 BID METHOD: Sealed Bids

BID DEPOSIT: \$196,400 SALE TYPE: Recovery/BOF - 89%

CSL - 11%

10% of the net appraised value, not to exceed \$500,000. Bond amount will be rounded

down to an even \$100 unit.

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

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

HARVEST METHOD: The Timber Sale Area is 100% tractor yarding.

PROJECTS: Project No. 1: Road Construction and Improvement \$20,116.83 Project No. 2: Road Surfacing \$55,751.72

Project No. 3: Grass Seed, Fertilize, and Mulch \$646.38 Move in and equipment cleaning: \$9,070.07

Total Credit for all Projects (rounded) \$85,585.00

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. Also, legal challenges and other litigation regarding ODF threatened and endangered species related processes may occur and may affect operations contemplated under the contract. In the event a threatened or endangered species is found within or near this sale, or efforts are required to respond to legal issues. 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 optional.

The Wildcat Mountain stockpile is scheduled to be constructed in the spring 2017 with another timber sale. In the event that this operation is delayed, ODF will allow dry weather log hauling prior to rocking.

Elevation range from 1,680 – 2,000 feet.

Slopes range from 10% - 60%, but are generally less than 35%.

Acres were determined using ESRI ArcMap GIS Software.

Equipment washing is required (Section 2416).

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: Gales Back Pocket

COUNTY: Washington CONTRACT NO.: 341-17-37

TIMBER SALE NAME: Gales Back Pocket

TIMBER SALE NO.: 341-17-37

OPENING DATE: October 21, 2016

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 offer time	bor daio, aria bido, a	ina mii pay.		
Bid Species:				
Douglas-fir, sa	wmill grade or bette	г,		
		Dollars \$	pe	r MBF.
Minimum grade	s and volumes for b	id species are stated in the timber sale prospectus.		
No-bid species	will remain as show	n:		
Western redce	dar and other ceda	ers	1.37 per MBF.	
Enclosed is a b the Oregon Dep	id deposit as require partment of Forestry	ed, consisting of a in the	amount of \$196,400 ,	payable to
performance bo		and deliver the contract, initial payment, required certifica days of the date of the written notice of intent to award; are sale payment.		eposit may
contract within t	the thirty-day period, ages. If the undersi	the bid is irrevocable and further agrees that if they fail to on the bid deposit shall become the property of the Oregon I gned fails to qualify within the thirty-day period, STATE ther bid on this timber sale.	Department of Forestry	
	BIDDER	(Name of Individual or Company and Authorized Official)		
	EMPLOYER IDENTIFICATION NUMBER (EIN)			
	ADDRESS			
	PHONE		<u> </u>	
	ВҮ	(Signature of Authorized Official & Title)		

COMPLETE PURCHASER'S STATUS ON PAGE 2

PURCHASER'S STATUS

Purchaser is a	Che corporation (Incorporated in the State of
Presid	dent's Name		
Secre	tary's Name	4	
Purchaser is:	()a partnership ()an individual	() an assumed (business) name	() company
List na	ames of all persons doing	business under the partnership or as	ssumed name:
If assuname		to a corporation, fill in data requested	of corporation also and write in corporatio

Rev. 03/15 629: Form 301-020

CERTIFICATION OF ELIGIBILITY TO BID ON STATE TIMBER

-	hereby certifies that they:			
EXPOR	<u>tT</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 that is not a STATE's approved location.			
(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:

Gales Back Pocket

Date:

June 6, 2016

To:

Erik Marcy

CC:

Mike Cafferata, District Sale File

From:

Matt Gostin

2016.06.06 11:28:58 -07'00'

Habitat Suitability

This sale contains potentially suitable habitat for northern spotted owls in sale area 1. 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 2014 and 2015 using a protocol endorsed by the U.S. Fish and Wildlife Service^{1,2}. This sale is covered by ongoing density surveys beginning in 2016. 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, 2012. Protocol for surveying proposed management activities that may impact northern spotted owls. 42pp.

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

No felling, except for felling associated with project work, shall be allowed prior to the completion of 2016 density surveys indicating no resident spotted owls.

Current survey results are valid until March 15, 2018.

Upon completion of 2016 density surveys, northern spotted owl survey results will not expire unless density surveys are discontinued. If density surveys are discontinued at any point during the contract, survey coverage will be valid until March 15, three years following the last full season of surveys.

Future Survey Plans

This sale will be covered by density surveys during the life of the contract. These density surveys provide incidental survey coverage in lieu of spot checks. If density surveys are not conducted, then spot checks will be required. In addition, ODF has an active northern spotted owl survey program and surveys for other planned operations and density surveys will be conducted within 3 miles of this sale during the life of the contract.