NOTICE OF TIMBER SALE

(Recovery - Scaled Sale)

341-17-99

\$ 40.00 per MBF

SALE NAME/NO.: Southwest Kerby

AUCTION DATE/TIME: May 15, 2017, starting at 2:00 p.m.

AUCTION LOCATION: Oregon Department of Forestry Southwest District/Grants Pass Unit

5375 Monument Drive

Grants Pass, Oregon 97526 PHONE (541) 474-3152 FAX (541) 474-3158

DISTRICT/UNIT Oregon Department of Forestry
OFFICE (MAILING Southwest District/Grants Pass Unit

ADDRESS FOR BIDS): 5375 Monument Drive

Grants Pass, Oregon 97526

PHONE (541) 474-3152 FAX (541) 474-3158

HARVEST TYPE: This sale consists of two clear-cut units for a total of 39.6 acres.

SALE LOCATION: Portions of Section 36, T38S, R7W, W.M., Josephine County, Oregon (near Selma,

Oregon).

DIRECTIONS TO TIMBER

SALE AREA:

East on Redwood Highway, Exit left on Deer Creek at the intersection near the Selma store, continue 8.5 miles then turn right on White Creek road, continue 2.4 miles then veer right onto spur road 38-7-25.3, continue 1.5 miles until the road splits, Area I is approximately 1 mile up the left fork.

APPRAISED VOLUMES AND QUALITY:

SPECIES	AVG DBH	TOTAL MBF	GRADES BY MBF																
			1P	2P	3P	Р	SM	1S	28	3S	48	5S	6S	SEL	SC	UT	CR	WRM	PLP
Douglas-fir	17	514							181	254	79								
Sugar Pine	25	4	_								4								
Sale Total		518																	
MINIMUM B	ID: B): BID SPECIES				Douglas-fir								\$310.32 per MBF					
	N	NO-BID SPECIES				Sugar pine and other pinesIncense cedar and other cedarsGrand fir and other conifers								\$111.93 per MBF \$325.00 per MBF \$211.53 per MBF					

In order to compensate PURCHASER for Project Work, ODF will credit PURCHASER's timber account in the amount of \$5,244 after the project work is completed and accepted, as described in Section 2630, "Credit for Project Work."

Madrone and other hardwoods

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 (unknown) or the total value of the Project Work (\$7,800) whichever

is greater, not to exceed \$500,000. Actual bond amount will be rounded up to an even

\$1,000 unit.

EXPIRATION DATE: October 31, 2018 BID METHOD: Sealed Bids

BID DEPOSIT: \$15,400 SALE TYPE: Recovery/CSL - 100%

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: This is a summer sale, (100%) cable yarding harvest, consisting of two clear-cut units

for a total of 39.6 acres.

PROJECTS: Road improvements in both Areas I and II. No new road construction needed for this

sale.

FEES: BLM road maintenance and rockwear fee of 1,770.04 dollars.

Purchaser shall obtain a **\$2,000 dollar Performance Bond** from the **BLM** for road

usage/maintenance. This bond is refundable after the sale is complete.

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 Southwest Oregon District, Grants Pass Unit at 541-474-3152 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.

Felling Deadline - October 31, 2018 (Sections 2310 and 2455).

No winter hauling option.

Area II: downhill cable logging, upon approval of from STATE, a portion (20%) of the unit could potentially be ground based logging.

Purchaser shall obtain a \$2,000 dollar Performance Bond in favor of the BLM for road usage/maintenance. This bond is refundable after the sale is complete.

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: Southwest Kerby

COUNTY: Josephine CONTRACT NO.: 341-17-099

TIMBER SALE NAME: Southwest Kerby

TIMBER SALE NO.: 341-17-99

OPENING DATE: May 15, 2017

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:			
-	wmill grade or bette	эг,	
		Dollars \$	per MBF.
Minimum grades	and volumes for b	id species are stated in the timber sale prospectus.	
No-bid species v	will remain as show	n:	
Incense cedar a Grand fir and o	and other cedars ther conifers	\$111.93 per MBF \$325.00 per MBF \$211.53 per MBF \$ 40.00 per MBF	: :
		ed, consisting of apartment of Forestry.	in the amount of
performance box		and deliver the contract, initial payment, required certificates of insurdays of the date of the written notice of intent to award; and that any er sale payment.	
contract within the	ne thirty-day period, ges. If the undersi	the bid is irrevocable and further agrees that if they fail to qualify under the bid deposit shall become the property of the Oregon Department gned fails to qualify within the thirty-day period, STATE may disquared ther bid on this timber sale.	t of Forestry as
	BIDDER	(Name of Individual or Company and Authorized Official)	
	EMPLOYER IDENTIFICATION NUMBER (EIN)		
	ADDRESS		
	PHONE		
	ВҮ	(Signature of Authorized 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 as	ssumed name:	
If assuname		to a corporation, fill in data requested	d 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>T</u>	
(a)	Will not directly or indirectly export the unprocessed State timber as defined in OAR 629-031-0020 who subject of this transaction.	nich is the
(b)	Shall not engage in export of unprocessed timber originating from private lands in Oregon until such t interests in contracts for State timber held by the above have terminated, per OAR 629-031-0010(1)(0)	
(c)	Will not sell, transfer, exchange, or otherwise convey the unprocessed timber as defined above which of this transaction to any other person that is not a STATE's approved location.	is the subject
(d)	Are not prohibited by OAR's 629-031-0005 through 0045 from bidding for unprocessed State timber a directly from the State Forester.	s defined above
(e)	Understand that falsely entering into this certification is a violation of the Forest Resources Conservat Amendments Act of 1993 and OAR Chapter 629, Division 31, and is subject to any and all penalties of therein.	
(f)	Have not directly or indirectly exported unprocessed timber originating from private lands in Oregon in 24 months, or if bidding only on STATE hardwood timber or logs, HAVE exported unprocessed tifrom private lands in Oregon in the last 24 months, but HAVE NOT exported unprocessed hardwood originating from private lands in Oregon in the last 24 months and meet the requirements of OAR 629	mber originating timber
DEFAUL	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 sale for cause or default.	es terminated
(c)	If (b) above is Yes, has submitted an explanation, in writing, with this bid for consideration by STATE. explanation shall be submitted at the time of bid on a separate piece of paper.	Any such
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



Revised Biological Survey Report

Project: Southwest Kerby

Date: February 21, 2017

To: Chris Rudd

CC: Dave Larson, District Sale File

From:

Habitat Suitability

This sale contains potentially suitable habitat for northern spotted owls in area 2.

Survey Results

Area 2 was surveyed for northern spotted owls in 2015 and 2016 using a protocol endorsed by the U.S. Fish and Wildlife Service^{1,2}. Northern spotted owls were observed multiple times during both years at known activity centers within 1.3 miles of the sale.

Known T&E Resources

This sale is within 1.3 miles of two northern spotted owl activity centers. A Biological Assessment of the sale's impact on the activity centers has been conducted. It concludes that the Southwest Kerby timber sale, as currently planned, poses low risk of negatively affecting these northern spotted owl sites.

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

If an additional year of northern spotted owl surveys is conducted in 2017, no felling, except for felling associated with project work, shall be allowed prior to completion of the 2017 northern spotted owl surveys in area 2 indicating no new resident spotted owls.

If felling operations are not initiated by February 1, felling may not occur until April 15 of each year on area 2, or until northern spotted owl spot checks surveys are completed, whichever is first.

Current northern spotted owl survey results for area 2 are valid until March 15, 2019.

Northern spotted owl survey results of area 2 will be valid until March 15, 2020 upon the completion of 2017 surveys.

Future Survey Plans

Spotted owl spot check surveys for this timber sale will be required in 2017 and 2018 if operational surveys are not conducted in 2017. If operational surveys are conducted in 2017, spotted owl spot check surveys for this timber sale will be required in 2018 and 2019. In addition, ODF has an active northern spotted owl survey program and activity center monitoring may be conducted within 3 miles of this sale during the life of the contract.