

NOTICE OF TIMBER SALE

(Recovery – Scaled Sale)

SALE NAME/NO.: Pancho 341-18-49

AUCTION DATE/TIME: June 19, 2018, starting at 2:00 p.m.

AUCTION LOCATION: Astoria District Headquarters
92219 Highway 202
Astoria, Oregon 97103

DISTRICT/UNIT: Astoria District/Sunset Unit
OFFICE (MAILING: 92219 Highway 202
ADDRESS FOR BIDS): Astoria, Oregon 97103

HARVEST TYPE: **Area 1, 2, & 3:** Approximately 106 acres, removing approximately 39 MBF/acre of approximately 65-year-old Douglas-fir, western hemlock, Sitka spruce, true fir, and red alder.
Area 4: Approximately 52 acres, removing approximately 42 MBF/acre of approximately 70-year-old Douglas-fir, western hemlock, Sitka spruce, true fir, and red alder.
Area 5 (R/W): Approximately 3 acres, removing approximately 39 MBF/acre of approximately 65-year-old Douglas-fir, western hemlock, Sitka spruce, true fir, and red alder.

SALE LOCATION: Timber sale areas are located in portions of Sections 4 and 5 of T4N, R6W, W.M., Clatsop County, Oregon and in portions of Sections 33, 34, and 35 of T5N, R6W, W.M., Clatsop County, Oregon.

DIRECTIONS TO TIMBER SALE AREA: All access to the Timber Sale Area is on surfaced all-weather roads. The Timber Sale Areas can be accessed via Highway 202 near Milepost 30 turn south onto Wage Road, follow Wage Road for approximately 3 miles to Stanley Creek Road. Continue straight on Stanley Creek Road for approximately 2 miles to Green Mountain Road. Continue straight on Green Mountain Road for approximately 2 miles to Area 4.

APPRAISED VOLUMES AND QUALITY:

SPECIES	AVG DBH	TOTAL MBF	GRADES BY MBF						
			2S	3S	4S	12"+	10"-12"	8"-10"	6"-8"
Douglas-fir	24"	5,764	4,336	1,297	131				
W Hemlock	14"	395	183	125	87				
Sitka spruce	20"	12	9	2	1				
True fir	35"	183	166	14	3				
Red Alder	15"	94					66	3	25
Sale Total		6,448							

MINIMUM BID:	BID SPECIES	Douglas-fir	\$ 523.35 per MBF
	NO-BID SPECIES	Western hemlock/true-fir	\$ 459.61 per MBF
		Western red cedar and other cedars	\$1,090.15 per MBF
		Sitka Spruce and other conifers	\$ 171.79 per MBF
		Red alder and other hardwoods	\$ 492.61 per MBF

In order to compensate PURCHASER for Project Work, ODF will credit PURCHASER's timber account in the amount of \$250,994 after the project work is completed and accepted, as described in Section 2630, "Credit for Project Work."

The Timber Sale Areas 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 (\$250,994) 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, 2020

BID
METHOD:

Sealed Bids

BID DEPOSIT:

\$307,000

SALE
TYPE:

Recovery/BOF - 100%
CSL - 0%

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:

Area 1: 0% ground-based yarding, 100% cable-based yarding.
Area 2: 69% ground-based yarding, 31% cable-based yarding.
Area 3: 100% ground-based yarding, 0% cable-based yarding.
Area 4: 69% ground-based yarding, 31% cable-based yarding.
Area 5: 100% ground-based yarding, 0% cable-based yarding.

PROJECTS:

Project No. 1: Road Construction.....	\$37,400
Project No. 2: Road Improvement.....	\$26,425
Project No. 3: Rock Crushing.....	\$168,080
Project No. 4: Road Vacating.....	\$9,240

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 Astoria District at (503) 325-5451 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 required if yarded to landing.

Elevation range from 1,600 to 2,300 feet.

If felling operations begin prior to September 1, 2018, an early felling deadline of March 15, 2020 will be in effect. If no felling operations have begun by September 1, 2018, then no early felling deadline is in place (Sections 2310 and 2455).

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. The handbook can be accessed online at:

<http://www.oregon.gov/ODF/Working/pages/TimberSales.aspx>

SALE NAME:	Pancho
COUNTY:	Clatsop
CONTRACT NO.:	341-18-49

TIMBER SALE NAME: **Pancho**

TIMBER SALE NO.: **341-18-49**

OPENING DATE **June 19, 2018**

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 **\$459.61** per MBF.
Sitka spruce and other conifers..... **\$171.79** per MBF.
Western redcedar and other cedars **\$1,090.15** per MBF.
Red alder and other hardwoods..... **\$492.61** per MBF.

Enclosed is a bid deposit as required, consisting of a _____ in the amount of **\$307,000**, 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)

EMPLOYER
IDENTIFICATION
NUMBER (EIN)

ADDRESS

PHONE

BUSINESS EMAIL

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 assumed (business) ☐ company
☐ an individual name

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 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).

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

Kate Brown, 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: Pancho
Date: March 1, 2018
To: John Tillotson
CC: Dan Goody, District Sale File
From:  Matt Gostin
2018.03.21 11:16:39 -07'00'

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 2016 and 2017 using a protocol endorsed by the U.S. Fish and Wildlife Service^{1,2}. Northern spotted owls were not observed in either year of these surveys. This sale will be covered by density surveys in 2018³.

Surveys for marbled murrelets are not necessary for this sale.

¹ Oregon Department of Forestry, November 1, 2017. 1.2, Northern Spotted Owl Policy

² USDI Fish and Wildlife Service. 2012. Protocol for surveying proposed management activities that may impact northern spotted owls. 42pp.

³ Forsman, E. D. 1995. Spotted Owl Monitoring Protocols for Demographic Studies. U.S. Department of Agriculture. Pacific Northwest Research Station. Corvallis, OR. 11 pp

Known T&E Resources

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

Operational Considerations

Due to the presence of barred owls, felling restrictions for spotted owl spot check surveys are not required for this sale at this time.

If felling, except felling associated with project work, begins prior to September 1, 2018, northern spotted owl surveys will be valid until March 15, 2020.

If felling, except felling associated with project work, begins after September 1, 2018, 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 northern spotted owl 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 and activity center monitoring will be conducted within 3 miles of this sale during the life of the contract.