NOTICE OF TIMBER SALE

(Recovery - Scaled Sale)

SALE NAME/NO.: Red Buzzard 341-18-53

AUCTION DATE/TIME: July 18, 2017, starting at 10:00 am

AUCTION LOCATION: Oregon Department of Forestry

Tillamook District Headquarters

5005 Third Street

Tillamook, Oregon 97141

(503) 842-2545 Fax (503) 842-3143

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

ADDRESS FOR BIDS): 5005 Third Street

Tillamook, Oregon 97141

(503) 842-2545 Fax (503) 842-3143

HARVEST TYPE: Modified Clearcut: Area 1 is 97 acres, Area 2 is 84 acres, and Area 3 is 113 acres.

SALE LOCATION: Portions of Sections 15, 22, and 27, T1N, R7W, W.M., Tillamook County, Oregon.

DIRECTIONS TO TIMBER

SALE AREA:

From Tillamook District Headquarters travel east on Highway 6 for 18 miles. Turn right on to Jordan Creek Road. Travel for 1 mile, turn left on to Archers Road. Travel for 5.75 miles and turn right onto Portland Mills Road. Sale areas are along Portland Mills

Road.

APPRAISED VOLUMES AND QUALITY:

| SPECIES | AVG DBH | TOTAL MBF | | | | | | | | | | | | | | | | |
|----------------|------------|----------------|----|----|----|---|----|----|-------|-------|-----|--|-----|-------|-----|----|----|-----|
| | | | 1P | 2P | 3P | Р | SM | 18 | 28 | 38 | 4S | 6-7 | 8-9 | 10-11 | 12+ | UT | CR | WRM |
| Douglas-fir | 20" | 5,778 | | | | | | | 4,094 | 1,214 | 470 | | | | | | | |
| Red Alder | 15" | 150 | | | | | | | | | | 52 | 23 | 48 | 27 | | | |
| Big Leaf Maple | 14" | 25 | _ | | | | | | | | | 14 | 4 | 7 | | | | |
| Sale Total | | 5,953 | | | | | | | | | | | | | | | | |
| MINIMUM B | ID: E | BID SPECIES | | | | Douglas-fir | | | | | | \$291.67 per MBF | | | | | | |
| | ١ | NO-BID SPECIES | | | | Red alderBigleaf maple and other hardwoods Western hemlock and other conifers Western redcedar and other cedars | | | | | | \$252.31 per MBF \$121.19 per MBF \$195.00 per MBF \$875.00 per MBF | | | | | | |

In order to compensate PURCHASER for Project Work, ODF will credit PURCHASER's timber account in the amount of \$262,000 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 (\$262,000) 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: \$146,400 SALE TYPE: Recovery/BOF - 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: 15% Ground Yarding, 85% Cable.

PROJECTS: Project No. 1: Construct 1.5 miles of road; improve 13 miles of road.

Project No. 3: Crushing rock/stockpile, spreading rock, 1,000 cy of 2 1/2" rock.

Project No. 4: Dig "Test Hole Sites" for rock pit exploration.

Project No. 5: Install State supplied bridge on Jordan Creek Road.

Project No. 7: Road side brushing 11.9 miles.

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 Tillamook District at (503) 842-2545 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.

POTENTIAL ENDANGERED SPECIES ACT LAWSUIT: Be advised that the State of Oregon has received a Supplemental Notice of Intent to Sue for alleged violations of Sections 4(d) and 9 of the federal Endangered Species Act pertaining to federally listed Oregon Coast Coho Salmon on the Tillamook and Clatsop State Forests. This Supplemental Notice of Intent to Sue specifically names Red Buzzard timber sale, among others.

WEB Address for Notice of Intent to Sue document:

http://www.oregon.gov/ODF/Documents/WorkingForests/2017 04 05 Supp Coho NOI.pdf

Pulp removal is not allowed unless otherwise approved by State.

Sale acreage was determined using GIS.

All felling on the Timber Sale Area must be completed by March 15, 2020 (Sections 2310, 2455).

A total of 588 snags will be created throughout the Timber Sale (Section 2335).

Sale Area 1: Total of 97 Douglas-fir 30" dbh or greater will be reserved.

Sale Area 2: Total of 84 Douglas-fir 27" dbh or greater will be reserved. In addition, a total of 40 Big Leaf Maple 15" dbh or greater will be reserved.

T&E Survey: The sale area will be surveyed for Northern Spotted Owl presence during 2017. No timber harvest operations are allowed, other than those associated with Project Work, prior to September 1, 2017 (Section 2310).

Log hauling on unsurfaced roads shall not be allowed from November 1 through April 30, unless otherwise approved in writing by STATE (Sections 2130 and 2035).

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: Red Buzzard COUNTY: Tillamook CONTRACT NO.: 341-18-53

TIMBER SALE NAME: Red Buzzard

TIMBER SALE NO.: 341-18-53

OPENING DATE: July 18, 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:

| above energ unit | or dard, arra brad, a | na nii pay. | |
|---------------------------------------|---|---|-------------------|
| Bid Species: | | | |
| Douglas-fir, sav | wmill grade or bette | r, | |
| | | Dollars \$ | (per MBF). |
| Minimum grades | s and volumes for b | id species are stated in the timber sale prospectus. | |
| No-bid species v | will remain as show | n: | |
| Bigleaf maple a Western hemlo | and other hardwoo | | BF BF |
| | | d, consisting of aepartment of Forestry. | in the amount of |
| performance box | | and deliver the contract, initial payment, required certificates of inside days of the date of the written notice of intent to award; and that an er sale payment. | |
| contract within the liquidated damage | he thirty-day period, ges. If the undersi | the bid is irrevocable and further agrees that if they fail to qualify und the bid deposit shall become the property of the Oregon Departme gned fails to qualify within the thirty-day period, STATE may disc ther bid on this timber sale. | nt of Forestry as |
| | BIDDER | | |
| | | (Name of Individual or Company and Authorized Official) | |
| | EMPLOYER IDENTIFICATION NUMBER (EIN) | | |
| | 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: |
| 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 tinterests 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 Conservation 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 tiftom 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 I 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 sal 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



Biological Survey Report

Project: Red Buzzard

Date: May 1, 2017

To: Kate Skinner

CC: Joe Travers, District Sale File

From:

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 2015 and 2016. Surveys have been conducted using a protocol endorsed by the U.S. Fish and Wildlife Service^{1,2}. Northern spotted owls were not observed in 2015 or 2016. Surveys are ongoing in 2017 to extend the contract felling date.

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

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

No felling, except for felling associated with project work, shall be allowed prior to the completion of the 2017 northern spotted owl surveys indicating no resident spotted owls.

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

All timber should be felled by March 15, 2020.

Future Survey Plans

Spotted owl spot check surveys for this timber sale will be required in 2018 and 2019. In addition, ODF has an active survey program and northern spotted owl surveys, including density surveys, may be conducted within 3 miles of this sale during the life of the contract.