NOTICE OF TIMBER SALE

Recovery Timber Sale

NAME/NO.: Kennedy Ridge SW-341-2019-W00768-01

AUCTION DATE/TIME: April 19, 2019, starting at 10:00 AM

AUCTION LOCATION: Western Lane

87950 TERRITORIAL HWY VENETA, OR 97487-0157

(541) 935-2283 FAX: (541) 935-0731

DISTRICT/ Western Lane

OFFICE (MAILING 87950 TERRITORIAL HWY ADDRESS FOR BIDS): VENETA, OR 97487-0157

(541) 935-2283 FAX: (541) 935-0731

HARVEST TYPE: 85 acres of modified clearcut, removing approximately 17MBF/acre of 72

year-old-timber

LOCATION: Portions of Section(s) 25, 26, of T33S R6W W.M., Josephine Co., Oregon

DIRECTIONS TO

TIMBER From Grants Pass, head north on I-5 for approximately 18.4 miles to the SALE AREA: Sunny Valley Exit 71 and exit off of the Interstate. Turn left onto Sunny Valley Loop and continue on for approximately 1.6 miles. Turn left at the

Valley Loop and continue on for approximately 1.6 miles. Turn left at the intersection and continue on Sunny Valley Loop until the pavement ends approximately 1 mile after the intersection. Go through the yellow gate and follow the dirt road (Spur 1) for approximately 0.8 miles and the Timber

Sale Boundary is on both sides of the road.

APPRAISED VOLUMES AND QUALITY:

Conifer/Hwd	Species Group	Species	Product	AVG DBH	Grade	Volume	UOM	Diam. From	Diam. To	Length From	Length To
Conifers	Douglas Fir	Douglas Fir	Sawlog	15"		1435	MBF				
Conifers	Pine	Sugar Pine	Sawlog	17"		27	MBF				
Conifers	Pine	Ponderosa Pine	Sawlog	16"		2	MBF				
Conifers	Cedar	Incense Cedar	Sawlog	18"		6	MBF				
Sale Total:						1,470	MBF				

MINIMUM BID:

	Species Category	Species Group	Species	Product	Grade	Volume	Diameter From	Diameter To	Length From	Length To	Price	UOM
Bid	Conifers	Douglas Fir	Douglas Fir	Sawlog		1435					\$344.11	MBF
No-Bid	Conifers			Pulp		0					\$2.50	TON
No-Bid	Conifers			Utility	SC	0					\$80.00	MBF
No-Bid	Conifers			Utility	PC	0					\$80.00	MBF
No-Bid	Conifers					0					\$200.00	MBF
No-Bid	Conifers	Cedar				0					\$444.11	MBF
No-Bid	Conifers	Cedar	Incense Cedar	Sawlog		6					\$444.11	MBF
No-Bid	Conifers	Pine				0					\$69.11	MBF
No-Bid	Conifers	Pine	Ponderosa Pine	Sawlog		2					\$69.11	MBF
No-Bid	Conifers	Pine	Sugar Pine	Sawlog		27					\$69.11	MBF

No-Bid	Conifers	True Firs		0			\$200.00	MBF
No-Bid	Hardwood		Pulp	0			\$2.50	TON
No-Bid	Hardwood			0			\$50.00	MBF

All Utility logs are set at price above, which means material will be charged at the highest rate for that species.

In order to compensate PURCHASER for Project Work, ODF will credit PURCHASER's timber account in the amount of \$106.242.00 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 (unknown) or the total value of the project work \$106,242.00 whichever is greater, not to exceed \$500,000. Actual bond amount will be rounded up to an even

\$1,000 unit.

EXPIRATION DATE:

05/31/2021

BID METHOD: Sealed Bid

BID DEPOSIT:

\$39,200.00

SALE

Recovery / BOF: 100.00%

TYPE:

CSL: 0.00%

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:

100% Cable Logging

PROJECTS:

1 - New Construction 2 - Road Improvement

3 - Move-In

FEES:

Olympic Resource Management LLC \$420.44

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 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 ODF District 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 - SECTION 2455.

SALE AUCTION WILL BE HELD AT THE WESTERN LANE DISTRICT HEADQUARTERS IN VENETA, OR.

NO PERSONAL OR COMPANY CHECKS ACCEPTED FOR THE BID DEPOSIT.

SEASONAL RESTRICTIONS APPLY - SECTION 2455.

Pulp removal is optional.

Gate key is required and can be obtained at Western Lane District Headquarters.

All felling on the Timber Sale Area must be completed by March 15, 2021 (Sections 2310 and 2455).

Project work shall not be allowed between October 31 through April 30 unless otherwise approved in writing by STATE.

Ground-based operations shall not be allowed during periods of high soil moisture as determined by STATE.

Log hauling from October 31 to April 30 is subject to a "Loads/Day limitation during wet weather."

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 government regulatory actions.

TIMBER SALE NAME: Kennedy Ridge

TIMBER SALE NO.: SW-341-2019-W00768-01

OPENING DATE: 04/19/2019

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 SP	ECIES										
Dou	ıglas Fir, sav	vmill grade o	or better,								_
								DOLLAR	s\$	p	er MBF
NO - BI	D SPECIES:	:									
No-Bid	Conifers			Pulp		0				\$2.50	TON
No-Bid	Conifers			Utility	SC	0				\$80.00	MBF
lo-Bid	Conifers			Utility	РС	0				\$80.00	MBF
lo-Bid	Conifers					0				\$200.00	MBF
lo-Bid	Conifers	Cedar				0				\$444.11	MBF
lo-Bid	Conifers	Cedar	Incense Cedar	Sawlog		6				\$444.11	MBF
lo-Bid	Conifers	Pine				0				\$69.11	MBF
lo-Bid	Conifers	Pine	Ponderosa Pine	Sawlog		2				\$69.11	MBF
lo-Bid	Conifers	Pine	Sugar Pine	Sawlog		27				\$69.11	MBF
lo-Bid	Conifers	True Firs				0				\$200.00	MBF
lo-Bid	Hardwood			Pulp		0				\$2.50	TON
lo-Bid	Hardwood					0				\$50.00	MBF
The un within t timber: The un the thir	dersigned ag hirty (30) day sale paymen dersigned ur ty-day period	9,200.00, pagrees to exe ys of the dat at. aderstands to the bid de	te of the written not that the bid is irrevolution posit shall become	e contractice of inte	t, initial ent to avent to furthe erty of t	payment ward; and er agrees he Orego	, required of that any co that if they on Departm	ash bid de fail to qua ent of Fore	eposit ma lify under estry. If t	ance, and performance y be applied to the firs the terms of the contr the undersigned fails n this timber sale.	t require
		BIDDER									
		EMPLOY IDENTIFI NUMBER	ER CATION	of Individ	ual or C	Company	and Author	rized Offici	ial)		
		ADDRES	s <u> </u>								
		PHONE									
		BY		(0)	f A		Official & T				

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COMPLETE PURCHASER'S 2

PURCHASER'S STATUS

Purchaser is a corporation	Check	Incorporated in				
r drondoor to d corporation	()	the State of				
President's Name						
Secretary's Name		_				
	rtnership () an assu ndividual	umed (business) name ()comp	any			
List names of all	persons doing business ur	nder the partnership or assumed na	ame:			
If assumed name is subsicorporation name here:	diary to a corporation, fill in	data requested of corporation also	and write in			

629: Form 301-020

CERTIFICATION OF ELIGIBILITY TO BID ON STATE TIMBER

hereby certifies that they:

<u>EXP</u>	<u>'ORT</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).
<u>DEF</u>	AULT, TERMINATION, 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.
Sig	gned
Tit	le
Da	ated
[NO	TE: 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:

Kennedy Ridge

Date:

December 21, 2018

To:

Ole Buch

CC:

Link Smith, District Sale File

From:

Dax Strubb Digitally signed by Dax Strubb Date: 2018.12.21 08:12:14 -08'00'

Habitat Suitability

This sale contains potentially suitable habitat for northern spotted owls.

Survey Results

This sale was surveyed for northern spotted owls in 2017 and 2018 using a protocol endorsed by the U.S. Fish and Wildlife Service^{1,2}. Northern spotted owls were not observed during these surveys.

Known T&E Resources

This sale is within 1.3 miles of one northern spotted owl activity center. A Biological Assessment of the sale's impact on the activity centers has been conducted. It concludes that the Kennedy Ridge timber sale, as currently planned, poses low risk of negatively affecting northern spotted owls.

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

Due to the lack of barred owls and an existing resident spotted owl activity center within the survey area, 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, 2021.

All timber should be felled by March 15, 2021.

Future Survey Plans

Spotted owl spot check surveys for this timber sale will be required in 2019 and 2020. In addition, ODF has an active northern spotted owl survey program and activity center monitoring and other surveys will be conducted within 3 miles of this sale during the life of the contract.