NOTICE OF TIMBER SALE

Recovery Timber Sale

NAME/NO.: Kilchis Company TL-341-2026-W00958-01

AUCTION DATE/TIME: November 18, 2025, starting at 10:00 AM

AUCTION LOCATION: Tillamook

5005 THIRD ST

TILLAMOOK, OR 97141-2999

(503) 842-2545 FAX: (503) 842-3143

DISTRICT/ Tillamook
OFFICE (MAILING 5005 THIRD ST

ADDRESS FOR BIDS): TILLAMOOK, OR 97141-2999

(503) 842-2545 FAX: (503) 842-3143

HARVEST TYPE: Unit 1 is 103 acres approximately 53 years old.

Unit 2 is 102 acres approximately 58 years old. Unit 3 is 62 acres approximately 56 years old.

LOCATION: Portions of Section(s) 35, 36 of T2N R9W, Section(s) 2 of T1N R9W W.M.,

Tillamook County, Oregon.

DIRECTIONS TO

TIMBER From Tillamo SALE AREA: onto Alderbro

From Tillamook go North on Highway 101 approximately 5 miles turn right onto Alderbrook Rd travel 2.5 miles before turning right onto Kilchis River Rd. Travel 9.5 mile before turning right onto Whitney Creek Rd follow Whitney Creek Road for 2 miles before the start of Unit 1. Unit 2 and 3 are 3.3 miles on Kilchis River Rd past Whitney Creek Rd before turning right

onto Sawtooth Rd travel 1.5 miles.

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 | 16" | 2 M | 816 | MBF | | | | |
| Conifers | Douglas-fir | Douglas-fir | Sawlog | | 3 M | 2884 | MBF | | | | |
| Conifers | Western hemlock | Western hemlock | Sawlog | 21" | 2 M | 115 | MBF | | | | |
| Conifers | Western hemlock | Western hemlock | Sawlog | | 3 M | 26 | MBF | | | | |
| Conifers | Sitka Spruce | Sitka Spruce | Sawlog | 22" | 2 M | 65 | MBF | | | | |
| Conifers | Sitka Spruce | Sitka Spruce | Sawlog | | 3 M | 73 | MBF | | | | |
| Hardwood | Red alder | Red alder | Sawlog | 18" | CR | 582 | MBF | | | | |
| Sale Total: | | • | • | | • | 4,561 | 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 | | | 3700 | | | | | \$341.87 | MBF |
| No-Bid | Conifers | | | | | 141 | | | | | \$133.71 | MBF |
| No-Bid | Conifers | | | Pulp | | 0 | | | | | \$2.50 | TON |
| No-Bid | Conifers | | | Utility | SC | 0 | | | | | \$171.00 | MBF |
| No-Bid | Conifers | | | Utility | PC | 0 | | | | | \$171.00 | MBF |
| No-Bid | Conifers | Cedar | | | | 0 | | | | | \$834.00 | MBF |
| No-Bid | Conifers | Spruce | | | | 138 | | | | | \$42.68 | MBF |
| No-Bid | Hardwood | | | | | 582 | | | | | \$10.64 | MBF |

| No-Bid | Hardwood | | Pulp | 0 | | | \$2.50 | TON | 1 |
|--------|----------|--|------|---|--|--|--------|-----|---|
| | | | • | | | | | 1 | |

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 \$659,340.00 after the project work is completed and accepted, as described in Section 2630, "Credit for Project Work."

The Timber Sale Areas contain 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 \$659,340.00 whichever is greater, not to exceed \$500,000. Actual bond amount will be rounded up to an even

\$1,000 unit.

EXPIRATION DATE:

10/31/2028

BID METHOD: Sealed Bids

BID DEPOSIT:

\$63,500.00

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:

Unit 1: 0% Ground-based, 100% Cable Unit 2: 0% Ground-based, 100% Cable Unit 3: 0% Ground-based, 100% Cable

PROJECTS:

1A - Construct 1.61 miles of new rock roads

1B - Construct 0.1 miles of dirt roads

1C - Improve and Maintain 17.09 miles of roads

2 - Construct stockpile

3 - Brush 6.70 miles of road

4 - Development of existing rock pit

5 - Seeding & mulching

6 - Move in equipment

FEES:

N/A

ENDANGERED SPECIES ACT COMPLIANCE

STATEMENT:

Purchasers are required to comply with all federal and state laws, including but not limited to the federal and State Endangered Species Act.

The Oregon Department of Forestry (ODF) is engaged in an active threatened and endangered (T&E) species survey program. ODF surveys its lands on a continuing basis for land management, species protection, research, and other reasons. Surveying efforts may take place in the Timber Sale Area anytime during the term of the Contract. Purchaser acknowledges that T&E survey work or the discovery of a threatened or endangered species within or in the vicinity of a timber sale may affect PURCHASER's Operations under the Contract, and PURCHASER agrees to cooperate with STATE's survey work and other activities designed to identify and protect T&E species. In the event any T&E species is found within or in the vicinity of the Area(s) of Operations, or the State otherwise deems it necessary or expedient to take action in response to any pending or threatened legal action concerning State forest land or any T&E species, PURCHASER agrees that STATE may take steps to protect the interests of the State, including imposing restrictions on PURCHASER's Operations under the Contract to prevent disturbance to T&E species, including Contract modification, suspension, or termination.

PURCHASER also acknowledges that at some point during the Contract term, the STATE may also become subject to terms and conditions of Incidental Take Permits issued by the federal government covering State forest lands. PURCHASER agrees that any Operations that occur following issuance of an Incidental Take Permit, if any, must be carried out consistent with such terms and conditions that include required minimization and mitigation measures proposed in the applicable Habitat Conservation Plan, and PURCHASER further agrees that STATE may take steps to protect the interest of the State, including imposing restrictions on PURCHASER's Operations under the Contract to ensure such compliance, including Contract modification, suspension, or termination.

Prospective purchasers are encouraged to contact the Tillamook ODF 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 - SECTION 2455.

If yarded to the landing, pulp removal is required.

There is a midpoint payment due February 23, 2027.

All units and projects have an early felling requirement (Section 2310).

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.

Form 341-210.1(C) Rev.05/06

TIMBER SALE NAME: Kilchis Company

TIMBER SALE NO.: TL-341-2026-W00958-01

OPENING DATE: November 18, 2025

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 SF | PECIES | | | | | | | | |
|--------------------------------------|---|---|--|---|---|---|--|------------------------|--|
| Dou | ıglas-fir, saw | mill grade or better, | | | | | | _ | |
| | | | | | | DOLLARS \$ | p | er MBF | |
| NO - BI | D SPECIES | : | | | | | | | |
| No-Bid | Conifers | | | | 141 | | \$133.71 | MBF | |
| No-Bid | Conifers | | Pulp | | 0 | | \$2.50 | TON | |
| No-Bid | Conifers | | Utility | sc | 0 | | \$171.00 | MBF | |
| No-Bid | Conifers | | Utility | PC | 0 | | \$171.00 | MBF | |
| No-Bid | Conifers | Cedar | | | 0 | | \$834.00 | MBF | |
| No-Bid | Conifers | Spruce | | | 138 | | \$42.68 | MBF | |
| No-Bid | Hardwood | | | | 582 | | \$10.64 | MBF | |
| No-Bid | Hardwood | | Pulp | | 0 | | \$2.50 | TON | |
| within to timber The until the thir | thirty (30) day sale paymer dersigned un ty-day period | ys of the date of the w nt. nderstands that the bid d, the bid deposit shall | ritten notice d is irrevoce become to | e of intent t able and fu ne property | to award; and t rther agrees th of the Oregon | hat any cash bid deposi at if they fail to qualify u | surance, and performance t may be applied to the firs nder the terms of the contr . If the undersigned fails id on this timber sale. | t required ract within | |
| | | BIDDER | | | | | | | |
| | | - | (Name o | f Individual | or Company a | nd Authorized Official) | = | | |
| | | EMPLOYER IDENTIFICATION NUMBER (EIN) | | | | | _ | | |
| | | ADDRESS | | | | | _ | | |
| | | PHONE | | | | | - | | |
| | | BY | | 0' ' | | | - | | |
| | | | (Signature of Authorized Official & Title) | | | | | | |

COMPLETE PURCHASER'S STATUS ON NEXT PAGE

PURCHASER'S STATUS

| Purchaser is a corporation | () | the State of |
|---|-------------------------|--|
| President's Name | | |
| Secretary's Name | | |
| Purchaser is: () a partnersh () an individu | , , | sumed (business) name ()company |
| List names of all perso | ns doing business | under the partnership or assumed name: |
| | | |
| If assumed name is subsidiary to corporation name here: | o a corporation, fill i | in data requested of corporation also and write in |

629: Form 301-020

<u>CERTIFICATION OF ELIGIBILITY</u> <u>TO BID ON STATE TIMBER</u>

hereby certifies that they:

| EXP | <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). |
| DEF | 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 | ned |
| | |
| Titl | le |
| | |
| Da | ated |

[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 St
Salem, OR 97310-0340
503-945-7200
www.oregon.gov/ODF



Biological Survey Report

Project: Kilchis Company

Date: March 18, 2025

To: Nick Stumpf

CC: Kate Skinner, District Sale File

From: Michael

Michael Davis

Davis

Date: 2025.03.18 12:16:06

Digitally signed by

/13 // -0

Habitat Suitability

This sale contains potentially suitable habitat for northern spotted owls within all sale units. This sale contains potentially suitable habitat for marbled murrelets within or adjacent to Unit 1. In addition, suitable marbled murrelet habitat exists for project work areas near Units 2 and 3.

Survey Results

This sale was covered by northern spotted owl operational survey coverage in 2023. This sale was covered by a combination of operational, density, and ARU (Autonomous Recording Units) surveys in 2024¹⁻⁴. Surveys are ongoing in 2025 to extend the felling date. Northern spotted owls have not been observed during these surveys to date.

Unit 1 was partially surveyed for marbled murrelets in 2020 and 2021. The rest of Unit 1 was surveyed for marbled murrelets in 2021 and 2022. Project work areas were surveyed for marbled murrelets in 2022 and 2023. These surveys were conducted using

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

² U.S. 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

⁴ U.S. Fish and Wildlife Service. 2021. Protocol for surveying proposed management activities that may impact northern spotted owls using passive autonomous recording unit methods. 65pp.

⁵ Evans Mack, D., W. P. Ritchie, S. K. Nelson, E. Kuo-Harrison, P. Harrison, T. E. Hamer, eds. 2003. Methods for surveying marbled murrelets in forests: a revised protocol for land management and research. Unpublished report for the Pacific Seabird Group Marbled Murrelet Technical Committee. 76 pp.

a protocol developed by the Pacific Seabird Group⁵. Marbled murrelets were not detected during these surveys.

Known T&E Resources

There are no northern spotted owl activity centers or Marbled Murrelet Management Areas (MMMA) 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.

No felling, except for felling associated with project work, shall be allowed prior to the completion of the 2025 northern spotted owl surveys indicating no resident spotted owls.

Northern spotted owl survey results will be valid until March 1, 2028, pending completion of 2025 surveys.

Marbled murrelet survey results will be valid until April 1, 2027 for Unit 1.

Marbled murrelet survey results will be valid until April 1, 2029, for project areas.

All timber in Unit 1 should be felled by April 1, 2027.

All timber for Units 2 and 3 and project areas should be felled by March 1, 2028.

Future Survey Plans

ODF has an active survey program and surveys for other planned operations, northern spotted owl density surveys, ARU surveys, and activity center monitoring will be conducted within 3 miles of this sale during the life of the contract.