



PROSPECTUS

United States Department of the Interior
BUREAU OF LAND MANAGEMENT
3106 Pierce Parkway, Suite E
Springfield, Oregon 97477
<http://www.blm.gov>



September 25, 2013

Parcel No. 3
Tract No. E-12-597
Siuslaw Resource Area

Fairview

TIMBER SALE NOTICE

NOTICE IS HEREBY GIVEN that the Bureau of Land Management will offer for sale timber as described herein for oral auction, pursuant to Instructions to Bidders, as stated on Form No. 5440-9, attached. Written and oral bids will be received by the District Manager, or her representative, at the **EUGENE DISTRICT OFFICE, 3106 PIERCE PARKWAY, SPRINGFIELD, OREGON**. The timber sale will commence at 10:00 a.m. on Thursday, **October 24, 2013**.

This Timber Sale Notice does not constitute the decision document for purposes of protest and appeal of a forest management decision. Consistent with 43 CFR Subpart 5003 - Administrative Remedies, the notice of a timber sale, when published as a legal ad in a newspaper of general circulation shall constitute the decision document for purposes of protest and appeal. Protests may be filed with the Contracting Officer within 15 days of the publication of the aforementioned decision document in the newspaper. It is anticipated that the decision document will be published in The Register-Guard newspaper on or about September 25, 2013. BLM does not warrant publication on this exact date. All parties considering protest of the timber sale decision document are encouraged to review the aforementioned newspaper to ensure accurate knowledge of the exact publication date.

A WRITTEN BID on Form 5440-9 at not less than the appraised price on a unit basis per species and the required minimum bid deposit shall be required to participate in oral bidding for each tract.

THE SUCCESSFUL BIDDER, as a condition of award, will be required to complete and/or sign the following forms:

1. Form 5430-11, a certification that the bid was arrived at by the bidder or offerer independently, and was tendered without collusion with any other bidder or offerer.
2. Form 5450-17, Export Determination.

PRE-AWARD QUALIFICATIONS. The high bidder may be required to furnish information to determine the ability to perform the obligations of the contract. If the high bidder is determined not qualified, not responsible or refuses to respond within 15 days of a request for information pertaining to qualifications, the contract may be offered and awarded for the amount of the high bid to the highest of the bidders who is qualified, responsible, and willing to accept the contract.

A PERFORMANCE BOND in an amount not less than 20 percent of the total purchase price will be required for all contracts of \$2,500 or more, but the amount of the bond shall not be in excess of \$500,000, except when the Purchaser opts to increase the minimum bond as provided in 43 CFR 5451.2. A minimum performance bond of not less than \$500 will be required for all installment contracts less than \$2,500.

INSTALLMENT PAYMENTS may be authorized for sales of \$500 or more. Required installments will be determined by BLM. For sales under \$500,000, installments will not be less than 10% of the total purchase price. For sales of \$500,000 or more, installment payments shall be \$50,000.

LOG EXPORT AND SUBSTITUTION. All timber sales, including timber from Federal rights-of-ways, shall be subject to the restrictions relating to the export and substitution of unprocessed timber from the United States in accordance with P.L. 94-165 and 43 CFR 5400 and 5424, as amended.

LOG EXPORT AND SUBSTITUTION RESTRICTIONS. Excepting Port-Orford-cedar, all timber offered for sale hereunder is restricted from export from the United States in the form of unprocessed timber and is prohibited from being used as a substitute for exported private timber.

The BLM has revised the log export restrictions special provision to reduce the log branding and painting requirements. The new requirements include branding of one end of all logs with a scaling diameter of over 10 inches. All loads of 11 logs or more, regardless of the diameter of the logs, will have a minimum of 10 logs branded on one end. All logs will be branded on loads of 10 logs or less. One end of all branded logs will be marked with yellow paint. At the discretion of the Contracting Officer, the Purchaser may be required to brand and paint all logs. The Purchaser shall bear any increased costs for log branding and painting.

ADDITIONAL INFORMATION concerning each timber sale tract described herein is available at the above District Office. A copy of the timber sale contract is also available for inspection at the District Office. This prospectus includes maps and tables that cannot be made Section 508 compliant. For help with its data or information, please contact the Eugene District Office at 541-683-6798.

THE VOLUMES LISTED herein are estimates only, based on 16-foot taper breaks, which must be taken into consideration if comparisons are made with volume predictions based on other standards. The volumes based on 32-foot taper breaks are shown for comparison purposes. No sale shall be made for less than the total purchase price, without regard to the amount bid per unit, even though quantity of timber actually cut or removed or designated for taking is more or less than the estimated volume or quantity so listed.

AN ENVIRONMENTAL ANALYSIS (EA) was prepared for the Long Tom Landscape Plan Project, which includes the Fairview timber sale area. A Finding of No Significant Impact and Decision Record for the EA have been documented. A Determination of NEPA Adequacy (DNA) has been documented for this sale. These documents are available for inspection as background for this sale at the Eugene District Office.

ACCESS to a sale may be through a locked gate (see individual sale information). Prospective bidders may obtain a key from the Eugene District Office. Any other persons interested in visiting the timber sale site should first contact the District Office at (541) 683-6600.

Attachments:

- Form 5440-9
- Form 5430-11
- Form 5450-17
- Form 5450-22

EUGENE DISTRICT
SIUSLAW RESOURCE AREA

PARCEL NO.: 3
SALE DATE: October 24, 2013

Tract No. E- 12-597 Fairview
Lane County, Oregon: O&C

Bid Deposit Required: \$52,300.00

All timber designated for cutting on Lots 1-4, S1/2NW1/4, N1/2SW1/4 Section 3, T. 18 S., R. 6 W., Will. Mer.

Estimated Volume 32' Log (MBF)	Estimated Volume (CCF)	Species	Estimated Volume 16' Log (MBF)	Appraised Price Per MBF	Estimated Volume Times Approx. Price
2,275	4,561	Douglas-fir	2,627	\$ 198.00	\$ 520,146.00
16	30	Grand fir	17	\$ 138.00	\$ 2,346.00
2,291	4,591	TOTALS	2,644		\$522,492.00

APPRAISED PRICES: Are calculated by determining market value through the analytical appraisal method. The minimum bid increment will be \$0.10 per MBF or multiples thereof.

LOG EXPORT RESTRICTIONS: All timber offered for sale hereunder is restricted from export from the United States in the form of unprocessed timber and is prohibited from being used as a substitute for exported private timber.

NOTE: The volume for this timber sale has been calculated using 16 foot eastside Scribner rules, and the 32 foot log volumes are estimates derived from the 16 foot volumes.

CRUISE INFORMATION: Volume for all species in the right-of-way has been cruised using the 3P system to select sample trees. The sample trees have been cruised and the volume computed using the **National Cruise Processing Program** for estimating volume in 16-foot lengths and the volume expanded to a total sale volume. A map showing the location and description of these sample trees is available at the Eugene District Office.

Volume for all species in the Partial Harvest Area has been variable plot cruised. The Partial Harvest Area contains a total of 250 plots and 97 randomly selected sample trees. The tree count was determined with a Relaskop using a 20 BAF. Sample trees were randomly selected and volume expanded to a total Partial Harvest Area volume in 16-foot lengths using the **National Cruise Processing Program**. A map showing the location of the sample trees is available at the Eugene District Office.

With respect to merchantable Douglas-fir (sample) trees: The average tree is 13.9" DBHOB; the average log contains 55 bd. ft.; the total gross merchantable volume is approximately 2,761 MBF; and 95% recovery is expected.

CUTTING AREA: One area totaling approximately 151 acres must be partial harvested and approximately 10 acres of right-of-way must be clear cut.

ACCESS: Access to the sale is provided by:

1. a public road;
2. BLM existing roads;
3. BLM roads to be constructed;
4. Roads covered by Right-of-Way and Road Use Agreement E-310 between Oxbow Timber 1, LLC and the United States. In the renovation and use of private roads, the Purchaser shall enter into a license agreement with Oxbow Timber 1, LLC. The license agreement shall be delivered to Oxbow Timber 1, LLC for execution at least 15 days prior to any use of company roads. See the Prospectus for full terms and conditions of use.

ROAD MAINTENANCE: The Purchaser shall pay BLM a maintenance fee of \$7,310.66 and a rockwear fee of \$4,974.51. See Exhibit D map for specification of road maintenance responsibility. Only the map page of Exhibit D is included in the Prospectus. Refer to the contract file for the full Exhibit D.

ROAD CONSTRUCTION: Required

Suggested Rock Source: Commercial, Noti Vicinity

Spurs A, B, and C

Class: SN-14

Length: 17.85 stations

Surfacing: 3" minus / 6" minus

Width: 12'

Compacted Depth: 8"

Estimated Quantity: 882 / 316 cy (truck measure)

Total estimated construction cost: \$31,765.62.

Special Requirements in Road Construction: Operations limited to periods of dry weather.

ROAD RENOVATION: Required

Suggested Rock Source: Commercial, Noti Vicinity

Road Nos. 18-6-4.71 and 18-6-5

Class: SN-14

Length: 253.91 stations

Surfacing: 3/4" / 1-1/2" minus / 3" minus / rip rap

Width: 12'

Compacted Depth: 8"

Estimated Quantity: 648 / 258 / 35 / 40 cy (truck measure)

Total estimated renovation cost: \$47,123.21.

Special Requirements in Road Renovation: Operations limited to periods of dry weather. Stream culvert replacement work shall be completed between July 1 and October 15, both days inclusive, prior to haul. The Purchaser shall realign Road No. 18-6-5 from MP. 0.44 to MP. 0.48 as directed by the Authorized Officer. The realignment shall require the excavation of approximately 350 cubic yards of material. The top of cut shall be marked in the field by the Authorized Officer. Waste material shall be end hauled and embanked at the designated waste area at MP. 0.40.

<u>Diameter:</u>	<u>Culverts:</u>	
	<u>Length:</u>	<u>Number:</u>
18"	570'	18
24"	90'	3
42"	36'	1

ROAD IMPROVEMENT: Required

Suggested Rock Source: Commercial, Noti Vicinity

Road No. 18-6-3.71

Class: SN-14

Length: 45.41 Stations

Surfacing: 1-1/2" / 3"

Width: 12'

Compacted Depth: 8"

Estimated Quantity: 27 / 2206 cy, (truck measure)

Total estimated improvement cost: \$57,763.96.

Special Requirements in Road Improvement: Operations limited to periods of dry weather.

<u>Diameter:</u>	<u>Culverts:</u>	
	<u>Length:</u>	<u>Number:</u>
18"	120'	4

During road construction and road improvement operations, no human presence shall be allowed within the Special Operating Area shown on Exhibit A from January 1 through August 31 of each year, both days inclusive. This restriction may be waived dependent on the results of BLM wildlife surveys.

In order to prevent the spread of noxious weeds, the Purchaser shall not operate equipment in Sections 3 and 4, T. 18 S., R. 6 W., W.M. after the equipment has operated in Section 5, unless equipment is either taken off site and returned after pressure washing or washed on site with a pressure washer hose in Section 5, and approved by the Authorized Officer. Additionally, the Purchaser shall walk equipment past the first 0.03 mile of Road No. 18-6-4.71 and place any material generated during the renovation of said distance at a waste site near the junction with Road No. 18-6-5 as designated during the pre-work conference. Also, the Purchaser shall not operate on Road No. 18-6-3.71 after operations on Road No. 18-6-4.71 unless equipment is cleaned in accordance with requirements stated above.

DURATION OF CONTRACT: Duration of the contract will be 36 months for cutting and removal of timber.

SPECIAL PROVISIONS: The contract will contain special provisions regarding road construction, road renovation, road improvement, road maintenance, logging methods, prevention of erosion, falling of snags, falling of all trees designated for cutting, logging residue reduction, and submission of a written logging plan specifying spur road locations, landing locations, logging methods, and logging schedule.

Under Section 25 of the timber sale contract, tractor logging will be prohibited during periods of excessive soil moisture. This will normally limit tractor logging to July, August and September.

It is estimated that approximately 153 MBF of additional timber, such as corridor and guyline trees, may be removed under the contract, but is not included in the advertised sale volume, nor is it included in the timber sale appraisal.

A revised Special Provision has been added to the contract which enables the Contracting Officer to allow the Purchaser to remove material from the Contract Area instead of disposing of slash by piling, covering, and burning.

OTHER SPECIAL REQUIREMENTS:

- One wildlife tree located in the Approximate Location of Wildlife Tree, marked with yellow paint above and below breast height, shall not be felled or damaged during logging operations.
- The Purchaser shall have the option to rock Road No. 18-6-4.71 for wet weather haul at Purchaser's expense.
- No yarding or hauling shall be conducted on natural surfaced roads during periods of wet weather, as determined by the Authorized Officer.
- No human presence shall be allowed within the Special Operating Area from January 1 through August 31 of each year, both days inclusive. This restriction may be waived dependent on the results of BLM wildlife surveys. Some low level disturbance activities may be permitted during the seasonal restriction as determined by the Authorized Officer.
- Yarding *shall* be done with a carriage equipped skyline capable of yarding 1,800 feet slope distance in the Partial Harvest Areas on slopes greater than 35%.
- In the Partial Harvest Area, where slopes are less than 35%, yarding *may* be done either by a skyline system as described above, or by equipment operated entirely on designated skid roads during periods of low soil moisture. Within 210 feet of streams, skid trails shall be located at least 75 feet from the posted boundary.
- The Purchaser shall clean yarding, logging, road construction, decommissioning, and slash disposal equipment, using a water pressure hose, prior to entry on BLM lands.
- Upon completion of hauling, the Purchaser shall decommission skid trails, newly constructed roads, and renovated roads. Decommissioning measures will take place during the dry season and include:
 - Decompact skid trails and natural surfaced roads with decompaction equipment, such as a track-mounted excavator during the dry season.
 - Construct drainage dips, waterbars and/or lead-off ditches, as directed by the Authorized Officer.
 - Place logging slash on the extent of skid trails and decompacted roads.
 - Block by using stumps, slash, and/or cull logs as directed by the Authorized Officer. The location of the slash shall be determined by the Authorized Officer.
 - On Road No. 18-6-4.71, place logging slash north of the stream crossing and remove the stream crossing culvert and any additional cross drains.
 - On Road No. 18-6-3.71, place logging slash on the road surface visible from Road No. 18-6-5, pull all cross drains and storm proof as directed by the Authorized Officer.
 - Remove all cross drains and stream crossing structures along Road Nos. 18-6-3.71 and 18-6-4.71. These pipes shall be stockpiled west of the gate on Road No. 18-6-5 on the north side of the road as directed by the Authorized Officer. Pipes shall be removed and handled with reasonable care to allow them to be reused.

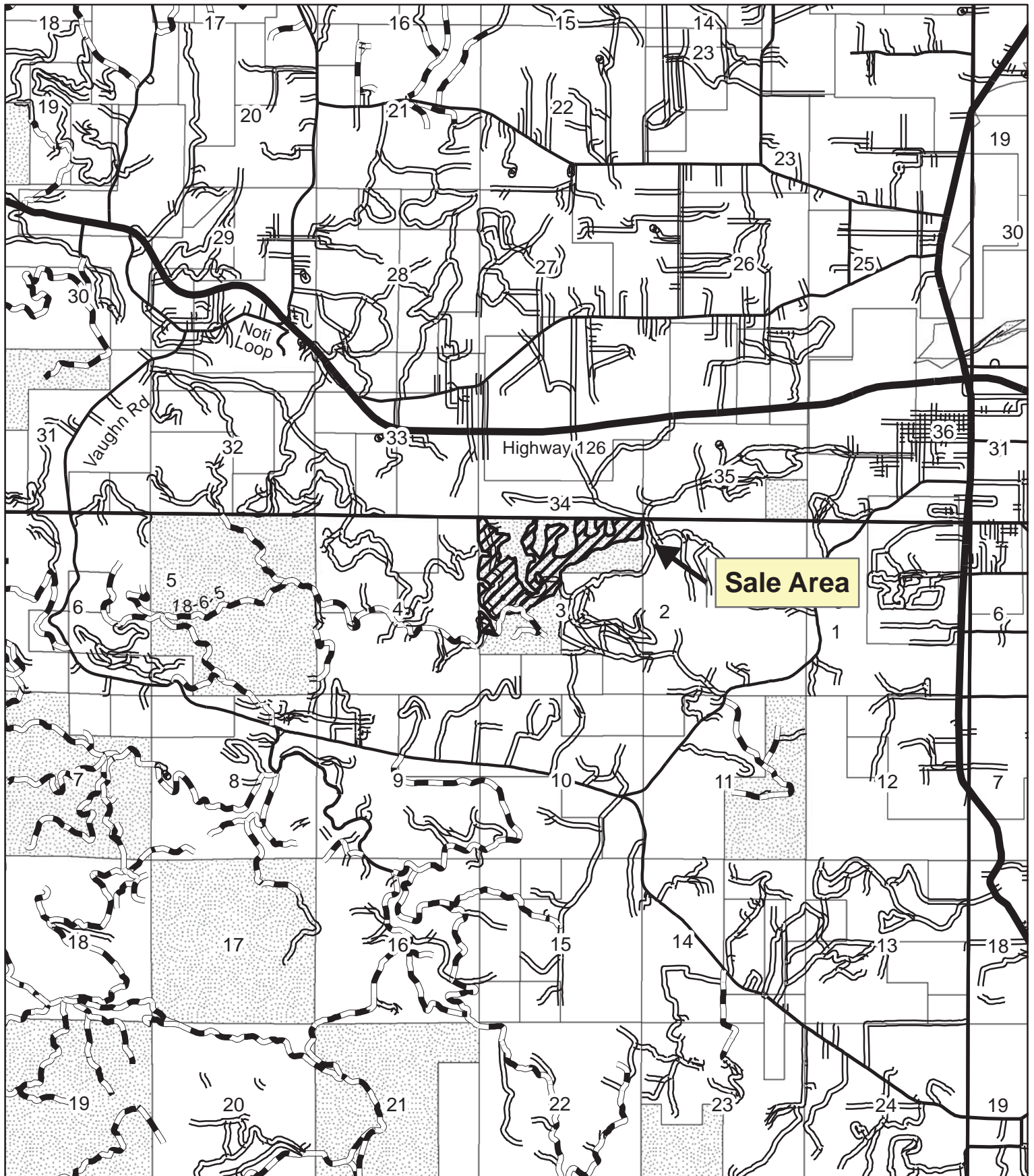
OPTIONAL CONTRIBUTION: The Purchaser will have the option of performing pile burning, or contributing \$687.80 in lieu thereof. Piling and covering of piles are not included in the Optional Contribution and will remain the responsibility of the Purchaser. The option must be declared prior to contract execution.

OTHER INFORMATION: This contract contains an updated and revised contract form. Please contact Debra Wilson at (541) 683-6798 if you have questions.

NARRATIVE DESCRIPTION OF HOW TO GET TO THE TIMBER SALE AREA: Access to the sale is through a locked gate through private land. Prospective bidders may obtain a key from the Eugene District Office. Any other persons interested in visiting the timber sale site should first contact Christopher Finn at (541) 683-6421.

From Eugene, travel west on Highway 126 to Noti Loop Road. Turn south on Noti Loop Road and travel southeast less than one mile to Vaughn Road. Turn south on Vaughn Road and travel approximately 3 miles. Turn north onto Road No. 18-6-5, cross over the train tracks, pass through the gate, and follow the Timber Sale Area signs to the sale area.

TIMBER SALE LOCATION MAP
Fairview
Township 18 S., Range 6 W., Section 3



Seasonal Restriction Matrix

Restricted Times are Shaded and X'd

	Jan		Feb		Mar		Apr		May		June		July		Aug		Sept		Oct		Nov		Dec	
	1	15	1	15	1	15	1	15	1	15	1	15	1	15	1	15	1	15	1	15	1	15	1	15
Felling, yarding or loading																								
<u>Partial Harvest Area</u>																								
<ul style="list-style-type: none"> April 15 – June 15, both days inclusive Sap flow seasonal restriction may be conditionally waived 																								
Ground-based yarding																								
<u>Partial Harvest Area</u>																								
<ul style="list-style-type: none"> Typically October 1 – June 30; may vary due to weather conditions 																								
Right-of-way logging and clearing																								
<u>Right-of-Way Area</u>																								
<ul style="list-style-type: none"> Typically October 1 – May 31; may vary due to weather conditions 																								
Instream Work (Culvert Replacement)																								
<u>Road Nos. 18-6-4.71, 18-6-5</u>																								
<ul style="list-style-type: none"> October 16 – June 30, both days inclusive to comply with ODFW in-stream period. 																								
No Human Presence within the Special Operating Area																								
<u>Special Operating Area</u>																								
<ul style="list-style-type: none"> January 1 – August 31; may vary due to BLM Wildlife Surveys 																								
Hauling on natural surfaced roads (prior to rocking)																								
<u>Partial Harvest Areas</u>																								
<ul style="list-style-type: none"> Typically October 15 – May 31; may vary due to weather conditions 																								

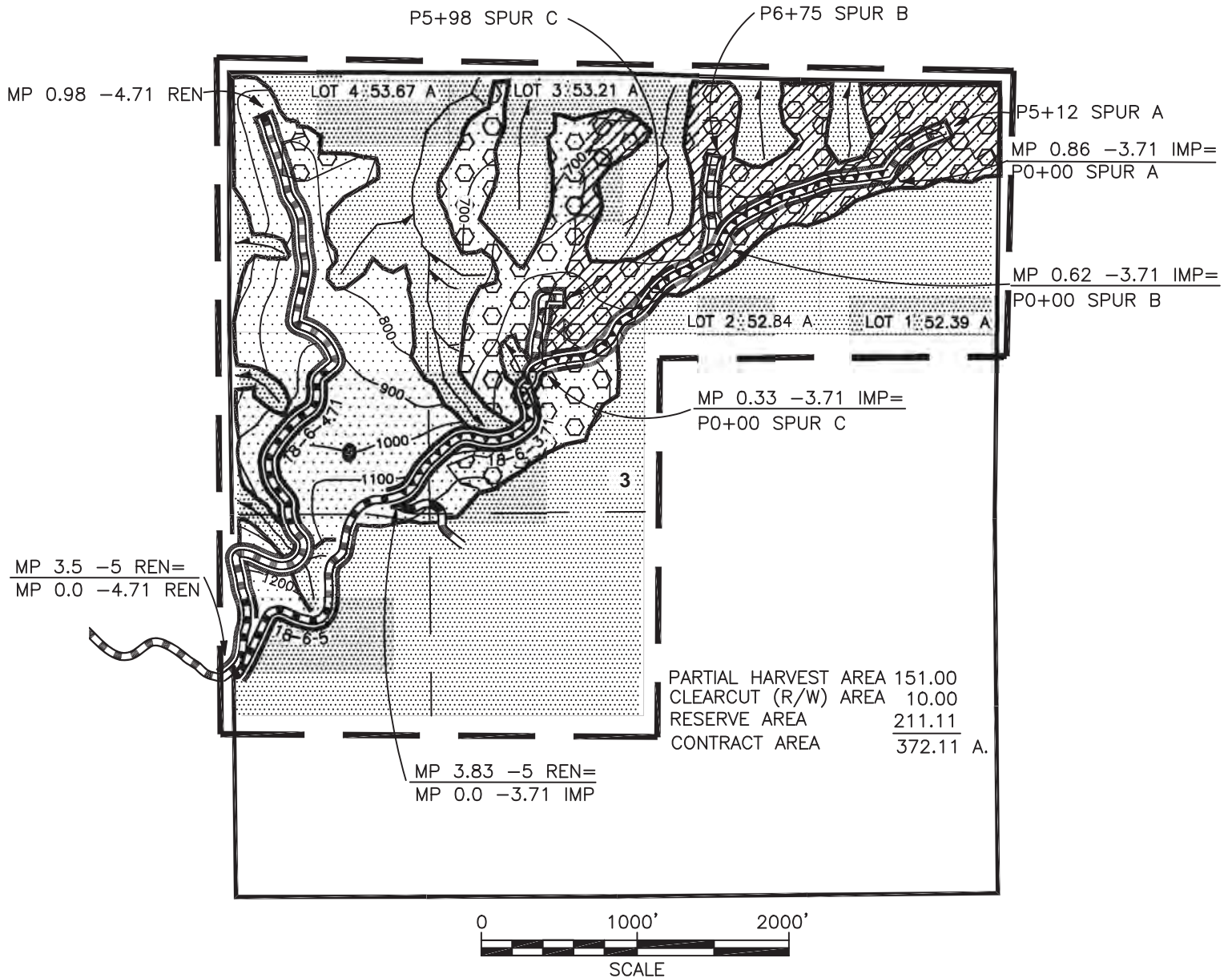
NOTE: This chart is for informational purposes only. Refer to Section 41 Special Provisions of the timber sale contract for exact date restrictions and stipulations.

BUREAU OF LAND MANAGEMENT

EXHIBIT A

SALE NAME: FAIRVIEW TIMBER SALE CONTRACT NO: ORE05-TS14-597

T. 18 S., R. 6 W., SEC. 3, WILL. MER., EUGENE DISTRICT

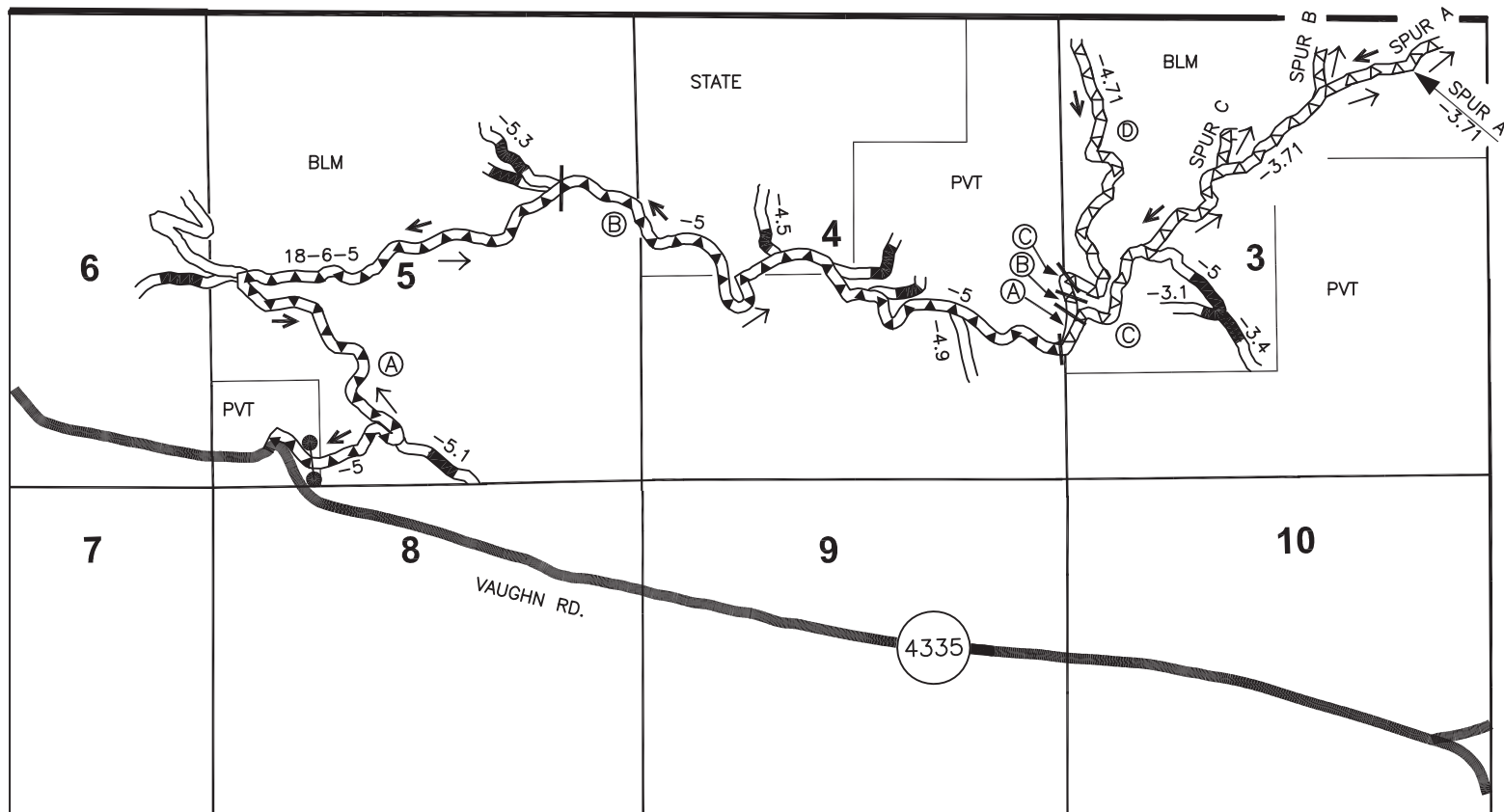


LEGEND

- | | | | |
|--|---|--|---|
| | PARTIAL HARVEST AREA | | BOUNDARY - CONTRACT AREA |
| | RESERVE AREA | | BOUNDARY - CUTTING AREA
(BLAZED, PAINTED & POSTED) |
| | CLEARCUT (R/W) AREA | | ROAD TO BE CONSTRUCTED |
| | SPECIAL OPERATING AREA | | ROAD TO BE RENOVATED |
| | WHOLE TREE YARDING AREA | | ROAD TO BE IMPROVED |
| | APPROXIMATE LOCATION OF
SPECIAL HABITAT TREE (1) | | ROCK SURFACED ROAD |
| | | | STREAM |

DATE: 8/20/13

<u>Right-of-Way Area</u> – 10 Acres	(31.8 MBF/Acre)
Douglas-fir	318 MBF



R. 6 W.



ALWAYS THINK *SAFETY*

U.S. DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

EUGENE DISTRICT

SPRINGFIELD, OREGON

EXHIBIT D

ROAD MAINTENANCE MAP

T. 18 S., R. 6 W., WILL. MER.

LANE COUNTY, OREGON

DESIGNED BY: LUIS PALACIOS

DRAWN BY: LUIS PALACIOS

DATE: 8-19-2013

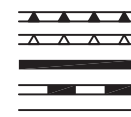
NO SCALE

SHEET 5 OF 5

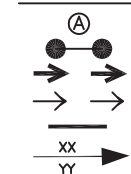
SALE NAME: FAIRVIEW

CONTRACT NO.: ORE05-TS14-597

LEGEND



BLM MAINTAINED ROADS
PURCHASER MAINTAINED ROADS
PAVED ROAD
EXISTING ROCKED ROADS
OTHER EXISTING ROADS



ROAD SEGMENT
GATE
TIMBER HAUL ROUTE
MINERAL HAUL ROUTE
SEGMENT BREAK
ROAD NO. BREAK

SPECIAL PROVISIONS FOR LOGGING RESIDUE REDUCTION

Immediately upon completion of harvest on any individual units, logging slash at all landings, and slash located along designated roads, shall be treated as follows:

CONSTRUCTION AND COVERING OF MACHINE PILES

1. Purchaser shall pile logging slash at all landings and within 25 feet of Road No. 18-6-5 and 18-6-3.71 on the portions of the partial harvest areas as directed by the Authorized Officer.
2. Equipment used shall be equipped with a hydraulic thumb or a controllable, grapple head. The machine shall have a minimum reach of 25 feet and shall travel on the road only.
3. Prior to commencement of slash reduction work, all equipment shall meet approval of the Authorized Officer.
4. With the approval of the Authorized Officer, the Purchaser shall have the option to hand pile.
5. All logging slash more than 2 feet long and between 1 and 6 inches in diameter at the large end shall be piled. In all cases, the debris after treatment shall be less than 6 inches deep.
6. Slash shall be piled as directed by the Authorized Officer. The piles shall be tight, free of mineral soil and free of projecting limbs or slash preventing adequate covering, and in locations suitable for burning. Piles shall be a minimum of 4 feet tall. Piles shall be no closer than 10 feet to residual trees.
7. Slash piles and landing piles shall be covered with polyethylene plastic film .004 inch thick. Each pile shall have a 10 foot x 10 foot cover, and covering shall be anchored to the satisfaction of the Authorized Officer. Covering of all existing piles shall be completed by October 1st of each year, as directed by the Authorized Officer.

PRESCRIBED BURNING

8. Notwithstanding the provisions of Section 15 of this contract, the Government shall assume all obligations for the disposal or reduction of the fire hazards caused by slash created by the Purchaser's operations on Government lands, except for logging residue reduction and slash pullback operations listed above, and burning and fire control assistance as required herein. Upon phone notification by the Authorized Officer of required performance prior to ignition, the Purchaser shall, under supervision of the Authorized Officer or his designated representative, assist in pile burning and fire control. In addition, debris which has been buried at landings and is determined to be the source of holdover fire shall be excavated by the Purchaser with a tractor and/or hydraulic excavator as directed by the Authorized Officer.

9. The Purchaser shall furnish, at his own expense, the services of personnel and equipment on all units requiring burning as shown below.

- One (1) work leader (Firefighter Type 1 (FFT1)) to supervise crew and to serve as Purchaser's representative.
- Two (2) additional firefighter (Firefighter Type 2 (FFT2)) for ignition of piles.
- Three (3) drip torches with twenty (20) gallons of slash fuel (3:1 ratio of diesel to gasoline, or biofuel equivalent).
- Aluma-gel or other incendiary device.
- One (1) chain saw with fuel.
- One (1) hand tool per above listed personnel.

All listed personnel shall be physically fit, experienced and fully capable of functioning as required. In addition, all listed personnel shall be qualified according to the National Wildfire Coordinating Group (NWCG) Wildland Fire Qualification System Guide, PMS-310-1 and provide documentation of these qualifications. On the day of ignition all listed personnel shall be fluent in speaking and understanding English, clothing shall consist of long pants and long sleeved shirts, and be of approved aramid fabric (Nomex™ or equivalent), as well as being free of diesel fuel oil. All personnel shall wear lug sole boots with minimum eight (8) inch tall uppers that provide ankle support, approved hardhats and leather gloves. Personnel who do not meet these requirements or do not have proper clothing and personal protective equipment (PPE) will not be allowed to participate.

All listed tools and equipment shall be in good usable condition. All power-driven equipment shall be fully fueled and available for immediate use. During periods of use under this subsection, the Purchaser shall provide fuel and maintenance for all such power-driven equipment.

10. In the event of a fire escapement, the Purchaser's personnel and equipment shall, under supervision of the Authorized Officer or his designated representative, take action to control and mop-up the escaped fire until released from such service by the Government. If it becomes necessary to suppress a fire which escapes from the prescribed fire area for a period beyond midnight of the day following ignition, then the Government shall, at its option: (1) reimburse the Purchaser for such additional use of personnel and equipment at wage rates shown in the current Administratively Determined Pay Rates for the Western Area and at equipment rates shown in the current Oregon-Washington Interagency Fire Fighting Equipment Rental Rates schedule until the Purchaser is released from such service by the Government or (2) release the Purchaser from additional suppression work and assume responsibility for suppressing the escaped fire.

In case of injury to personnel or damage to equipment furnished as required by this subsection, liability shall be borne by the Purchaser, unless such injury or damage is caused by Government negligence.

11. The Purchaser may be required to burn slash on a 12 hour notice, 10 days after the initial notice is received. Burning may need to be accomplished at night or on Saturday, Sunday, or holiday. Time is of the essence in complying with this provision. In the event the Purchaser fails to provide the personnel and equipment required herein, the Purchaser shall be responsible for all additional cost incurred by the Government in disposing of slash including but not limited to the wages and other costs of providing federal employees and others as substitute labor force, the cost of providing substitute equipment and appropriate additional overhead expenses. If the Purchaser's failure results in a deferral of burning and new conditions necessitate additional site preparation work and/or the use of additional personnel and equipment to accomplish the planned burn, the Purchaser also shall be responsible for such additional costs.

removal of personal property. Any improvements remaining on Government lands and rights-of-way at the end of the period for removal, or any extension, shall become the property of Government. Any equipment or other personal property remaining on Government

land and rights-of-way at the end of this period may be removed at the expense of Purchaser and disposed of in accordance with applicable law.

Sec. 41. Timber Reserved from Cutting - The following timber on this contract area is hereby reserved from cutting and removal under the terms of this contract and is retained as the property of Government.

See Sheet 1 which is attached hereto and made a part hereof.

Tract No. E-12-597

Parcel No. 3

THIS IS A SALE PROSPECTUS ONLY. ATTACHMENTS MAY NOT INCLUDE ALL EXHIBITS REFERRED TO IN THE CONTRACT PROVISIONS. THE COMPLETE CONTRACT INCLUDING ALL EXHIBITS IS AVAILABLE FOR INSPECTION AT THE EUGENE DISTRICT OFFICE, 3106 PIERCE PARKWAY, SPRINGFIELD, OREGON.

SALE DATE: October 24, 2013

Sec. 42. Special Provisions - Purchaser shall comply with the special provisions which are attached hereto and made a part hereof unless otherwise authorized, in writing, by the Contracting Officer.

IN WITNESS WHEREOF, the parties hereto have executed this contract as of the day first above written.

If Individual or Partnership, sign here:

If Corporation, sign here:

(Name of Firm)

(Name of Corporation)

(Signature)

(Signature)

(Address)

(Title)

(Signature)

UNITED STATES OF AMERICA

(Address)

By _____
(Signature)

(Signature)

(Title)

(Address)

(Date)

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious, or fraudulent statements or representations as to any matter within its jurisdiction.

(If Purchaser is a corporation, the following certificate must be executed by the Secretary or Assistant Secretary of the Corporation.)

I, _____, certify that I am the _____ Secretary of the corporation named as Purchaser herein; that _____, who signed the contract was then _____ of said corporation, that said contract was duly signed for and in behalf of said corporation by authority of its governing body, and is within the scope of its corporate powers.

Signature: _____

SEC. 41 - Timber Reserved From Cutting

- (a) All timber on the Reserve Area shown on Exhibit A and all blazed, orange painted and posted trees which are on or mark the boundaries of the Reserve Area.
- (b) All trees marked with orange paint above and below stump height in the Partial Harvest Area shown on Exhibit A.
- (c) All snags, hardwoods, or Pacific yew trees in the Partial Harvest Area shown on Exhibit A which do not present a safety hazard as determined by the Authorized Officer. Snags, hardwoods, or Pacific yew trees felled shall be retained on site.
- (d) All existing decay class 3, 4 and 5 logs in the Partial Harvest Area shown on Exhibit A. Decay classes are illustrated on Exhibit I, which is attached hereto and made a part hereof.
- (e) One tree marked with yellow paint above and below breast height in the Approximate Location of Special Habitat Tree shown on Exhibit A. This tree shall not be felled or damaged during logging operations.

SEC. 42 - Special Provisions

(a) Periodic Payment and First Installment Adjustment

- (1) Notwithstanding the provisions of Section 3(b), the amount of the first installment may be reduced by the Government when the Contracting Officer requests the Purchaser to interrupt or delay operations for a period expected to last more than thirty (30) days during the operating season. Such interruption or delay must be beyond the Purchaser's control. Operating Season shall be defined, for this purpose, as the time of year in which operations of the type required are normally conducted and not specifically restricted under the contract. The first installment may be reduced to five (5) percent of the installment amount listed in Section 3(b), during the delay period. The Purchaser must request such a reduction in writing. When the Contracting Officer notifies the Purchaser that operations may proceed, the Purchaser shall have fifteen (15) days after such notification to return the first installment to the full value specified in Section 3(b). Failure to return the first installment to the full value within the allotted time will be considered a material breach of contract. No timber shall be cut or removed from the contract area until the first installment is restored to the full amount.
- (2) Notwithstanding the provisions of Section 3(b), adjustments in the due dates for periodic payments may be made by the Government if the Contracting Officer interrupts or delays contract operations for a period expected to last at least thirty (30) days, and the interruption or delay is beyond the Purchaser's control. Any adjustment made shall provide the Purchaser with an equal amount of operating time as would have been available without the delay. The Purchaser shall request such adjustment in writing before the due date for a periodic payment contained in Sec. 3(b).

(b) Logging

- (1) Before beginning operations on the contract area for the first time or after a shutdown of 14 or more days, the Purchaser shall notify the Authorized Officer in writing of the date he plans to begin operations. This written notification must be received by the Authorized Officer no less than 14 days prior to the date the Purchaser plans to begin or resume operations. The Purchaser shall also notify the Authorized Officer in writing if he intends to cease operations for any period of 10 or more days.
- (2) Prior to the commencement of operations, the Purchaser shall obtain from the Authorized Officer written approval of a written operations and logging plan commensurate with the terms and conditions of the contract which shall include measures needed to assure protection of the environment and watershed. A pre-work conference between the Purchaser's authorized representative and the Authorized Officer's representative must be held at a location designated by the Authorized Officer before the logging plan will be approved. All logging shall be done in accordance with the plan.

- (3) In the Partial Harvest Area shown on Exhibit A, all trees designated for cutting shall be felled and cut into log lengths not to exceed 40 feet before being yarded, except in the Whole Tree Yarding Area shown on Exhibit A.
- (4) In the Partial Harvest Area shown on Exhibit A, non-merchantable tree tops and limbs shall be retained on site where the source tree is felled, where operationally possible.
- (5) No felling, yarding, or loading is permitted in or through the Reserve Area shown on Exhibit A, except from Spur C and where allowed in Section 42(b)(6).
- (6) In the Reserve Area shown on Exhibit A, logs may be yarded over streams. Yarding shall be done in accordance with Section 42(b)(11). Trees felled in the Reserve Area for these cable corridors shall be felled parallel to the stream unless otherwise directed by the Authorized Officer and shall be retained on site.
- (7) No felling or yarding shall be conducted in the Partial Harvest Area shown on Exhibit A from April 15 to June 15 of each year, both days inclusive, for sap flow. Purchaser shall request waivers of this restriction in writing at least 10 days in advance of proposed operations.
- (8) No human presence shall be allowed within the Special Operating Area shown on Exhibit A from January 1 through August 31 of each year, both days inclusive. This restriction may be waived dependent on the results of BLM wildlife surveys. Some low-level disturbance activities may be permitted during the seasonal restriction as determined by the Authorized Officer.
- (9) No yarding or hauling shall be conducted on natural surfaced roads during periods of wet weather as determined by the Authorized Officer.
- (10) Prior to attaching any logging equipment to a reserve tree, the Purchaser shall obtain written approval from the Authorized Officer and shall take precautions to protect the tree from damage as directed in writing by the Authorized Officer.
- (11) In the Partial Harvest Area shown on Exhibit A, except where specified in Section 42(b)(12), yarding *shall* be done with a skyline system capable of yarding 1,800 feet slope distance from the landings and laterally yarding at least 75 feet from the skyline roads. The carriage shall be capable of being held in position on the skyline during lateral yarding. Skyline roads shall be spaced a minimum of 150 feet apart at one end, unless otherwise approved by the Authorized Officer. During yarding the lead end of the log shall be suspended clear of the ground. Full suspension shall be required when yarding over streams. Intermediate supports and/or lift trees may be needed. Before clearing any skyline road necessary for yarding in the Partial Harvest Area shown on Exhibit A, the Purchaser shall:
 - (aa) Mark the location of the skyline road on the ground with fluorescent pink flagging. Such skyline roads shall be limited to the minimum width necessary for yarding of logs with minimum damage to reserve trees but, in any case, the width of each skyline road shall not exceed 12 feet, measured between trunks of reserve trees, unless otherwise approved in writing by the Authorized Officer.
 - (bb) Obtain written approval from the Authorized Officer of the location of all proposed skyline roads.
- (12) In the Partial Harvest Area shown on Exhibit A, where slopes are less than 35%, yarding *may* be done by equipment operated entirely on designated skid trails during periods of low soil moisture. Trees shall be felled to the lead of the skid trails where possible. Before felling and yarding any timber in the area to be logged by ground-based equipment, the Purchaser shall locate and construct designated skid trails as follows:
 - (aa) Mark the location of designated skid trails on the ground with fluorescent pink flagging in consultation with the Authorized Officer.
 - (bb) Space designated skid trails at a minimum of 150 feet apart unless otherwise agreed to in writing by the Authorized Officer.
 - (cc) Use existing skid trails where possible.

- (dd) Obtain written approval from the Authorized Officer of the location of all designated skid trails.
 - (ee) Limit the width of each skid trail to a maximum of 12 feet.
 - (ff) Limit excavation on designated skid trails to a maximum cut of 1 foot and maximum length of 1,000 feet at any one location with prior approval of the Authorized Officer.
 - (gg) Obtain written approval of completed construction from the Authorized Officer prior to commencing logging operations.
 - (hh) Within 210 feet of streams, skid trails shall be located at least 75 feet from the posted boundary.
- (13) Before cutting and removing any trees necessary to facilitate logging in the Partial Harvest Area shown on Exhibit A, the Purchaser shall identify the location of the skid roads in accordance with Section 42(b)(12), cable yarding roads in accordance with Section 42(b)(11), and tailhold, tieback, guyline, lift, intermediate support, and danger trees on the ground in a manner approved by the Authorized Officer at the pre-work conference and documented in the logging plan. Said Purchaser identification of trees to be cut and removed does not constitute authority to proceed with cutting and removal. In addition, before proceeding the following conditions must be met:
- (aa) All skid trails and/or cable yarding roads upon which timber is identified by the Purchaser to be cut and removed in accordance with this special provision must be necessary for the safe and expeditious removal of timber sold under this contract and shall be limited to the minimum width necessary for yarding of logs with a minimum of damage to reserve trees; however, unless otherwise approved in writing by the Authorized Officer, the width of each skid trail and/or cable yarding road shall be limited to 12 feet.
 - (bb) The Purchaser may immediately cut and remove additional timber to clear skid trails and cable yarding roads; provide tailhold, tieback, guyline, lift and intermediate support trees; and clear danger trees when the trees have been marked with blue paint above and below stump height by the Authorized Officer and thereby approved for cutting and removal by the Authorized Officer. The volume of the timber to be sold will be determined by the Authorized Officer in accordance with Bureau of Land Management prescribed procedures. No timber may be cut or removed under terms of this provision unless sufficient installment payments have been made in accordance with Section 3(b) of the contract or sufficient bonding has been provided in accordance with Section 3(f) of the contract.
 - (cc) The Purchaser agrees that sale of this additional timber shall be accomplished by a unilateral modification of the contract executed by the Contracting Officer and that such timber shall be sold at the unit prices shown in Exhibit B of this contract unless the value of the timber must be reappraised subject to the terms for contract extension set forth in Section 9 of the contract. Any tree that exceeds 30 inches diameter at breast height shall be appraised and sold by bilateral modification of the contract at current fair market value in accordance with Sec. 8 of the contract.
 - (dd) This authorization for the Purchaser to cut and remove additional timber prior to the execution of a modification may be withdrawn by the Contracting Officer if the Authorized Officer determines that the Purchaser has cut and removed any tree not previously marked and approved for cutting by the Authorized Officer, which under Section 10 of the contract constitutes a violation of the contract and under Section 13 of the contract may constitute a trespass rendering the Purchaser liable for damages under applicable law.
 - (ee) If authorization is withdrawn, the Contracting Officer shall issue a written notice to the Purchaser that the sale of additional timber under this special provision is no longer approved.

In this case, the Purchaser shall inform the Authorized Officer at least one (1) working day prior to the need for cutting and removing any additional timber, and execute a bilateral modification prior to cutting for such additional approved timber at the unit prices shown in Exhibit B of the contract or in accordance with Section 8 or Section 9 of the contract as determined by the Authorized Officer in accordance with this provision. The Contracting Officer may issue a written order to the Purchaser to suspend, delay, or interrupt any or all contract work for the period of time deemed necessary and appropriate for the Government to safely measure and mark additional timber.

- (14) In accordance with the requirements of Section 8 of the contract it has been determined that it is in the best interest of the Government and within the provisions of 43 CFR 5402.0-6 to sell additional timber located in the Partial Harvest Area, which is obstructing needed cable yarding roads; hazardous to workers; needed for guyline, tailhold, and/or tieback trees; or severely damaged from the normal conduct of felling or yarding operations to meet all applicable State safety laws, codes or regulations. This timber must be cut or removed so that the Purchaser can continue active falling and yarding operations. The Purchaser is, therefore, authorized to cut and remove such additional timber in accordance with the provisions of Section 8 of the contract: provided, however, that:
- (aa) Trees reserved for the tree improvement program and trees reserved for the wildlife habitat objectives under Section 41 of the contract are not included in the authorization.
 - (bb) The Purchaser shall identify each tree sold and cut in accordance with the provision by marking the cut surface of the stump immediately after falling with a large "X". The "X" shall be cut with a chain saw. The stump shall be marked with plastic flagging so that the stump can be visually located from a distance of not less than 100 feet.
 - (cc) The volume and price for such timber shall be determined by the Authorized Officer in accordance with Bureau of Land Management prescribed procedures and paid for by the Purchaser in accordance with Section 3(b) or 3(f) of the contract as required by Section 8 of the contract.
 - (dd) No timber may be cut or removed under the terms of this provision if all contract payments required by Section 3(b) or 3(f) of the contract have been made.
 - (ee) The permission to fell and yard additional timber contained in this provision may be withdrawn by the Contracting Officer if the Authorized Officer determines that the Purchaser:
 - (1) failed to properly mark any stump with the "X" cut.
 - (2) failed to identify the location of any stump.
 - (3) cut any tree that was reserved for tree improvement and/or wildlife habitat.
 - (4) cut any tree in or adjacent to cable yarding corridors that was not necessary to facilitate cable yarding.
 - (5) cut any reserve tree in or adjacent to tractor skid roads that was not necessary to facilitate ground based yarding.
 - (6) failed to properly segregate any pulled over tree that was yarded to the landing.
 - (7) cut any reserve tree that was not severely (as defined during the prework conference and documented in the approved logging plan) damaged from felling and yarding operations.
 - (8) cut more than the minimum number of trees necessary to properly serve as guyline anchor stumps.
 - (9) cut or topped more than the minimum number of trees necessary to properly serve as tailhold trees.

- (10) cut more than the minimum number of trees necessary to properly serve as tie-backs for topped tailhold trees.
- (11) failed to maintain accurate and current (no more than 24 hours old) documentation of cut and removed timber.

If the permission to cut and remove additional timber provision is withdrawn, the Authorized Officer shall deliver to the Purchaser a written notice that additional sale of timber under this special provision is no longer approved.

If the permission to cut and remove additional timber provision is withdrawn, the Purchaser shall inform the Authorized Officer at least two (2) working days prior to the need for cutting and yarding any guyline tree, tailhold tree, tie-back tree, danger tree, corridor tree, pulled over tree, and severely damaged tree. All sales of additional timber shall comply with Section 8 of the contract. The Contracting Officer may order the Purchaser, in writing, to suspend, delay, or interrupt all or any part of the work of this contract for the period of time that the Contracting Officer determines appropriate for the Government to safely measure and mark additional timber.

All cable-yarding and/or ground based equipment skid roads upon which timber may be cut and removed in accordance with this special provision must be needed for the removal of timber sold under this contract and shall be limited to the narrowest width necessary for the yarding of logs with minimum damage to reserved trees.

The Purchaser shall be liable for damages in accordance with Section 13 of the contract for any reserved timber cut or removed in violation of the terms of this special provision.

(c) Road Construction, Renovation, Improvement, Use and Maintenance

- (1) The Purchaser shall construct Spurs A, B, and C, renovate Road Nos. 18-6-4.71 and 18-6-5, and improve Road No. 18-6-3.71 in strict accordance with the plans and specifications shown on Exhibit C, which is attached hereto and made a part hereof. Exhibit C contains 28 sheets.
- (2) The Purchaser shall realign Road No. 18-6-5 from MP. 0.44 to MP. 0.48 as directed by the Authorized Officer. The realignment shall require the excavation of approximately 350 cubic yards of material. The top of cut shall be marked in the field by the Authorized Officer. Waste material shall be end hauled and embanked at the designated waste area at MP. 0.40.
- (3) In order to prevent the spread of noxious weeds, the Purchaser shall not operate equipment in Sections 3 and 4, T. 18 S., R. 6W., after the equipment has operated in Section 5, unless equipment is either taken off site and returned in accordance with Section 42(d)(4) or washed on site with a pressure washer hose in Section 5, and approved by the Authorized Officer. The Purchaser shall walk equipment past the first 0.03 mile of Road No. 18-6-4.71 and place any material generated during the renovation of said distance at a waste site near the junction with Road No. 18-6-5 as designated during the pre-work conference. The Purchaser shall not operate on Road No. 18-6-3.71 after operations on Road No. 18-6-4.71 unless equipment is cleaned in accordance with requirements stated above.
- (4) The Purchaser shall rock Spurs A, B, and C and Road No. 18-6-3.71. Rocking shall be in accordance with Exhibit C. If the Purchaser exercises the option to not rock these roads, the purchase price will be increased by the cost of surfacing as appraised at the time of the sale.
The Purchaser has the option to rock Road No. 18-6-4.71 at Purchaser's expense. Rocking shall be in accordance with Exhibit C.
- (5) Installation of stream culverts shown on Exhibit C shall be completed between July 1 and October 15, both days inclusive, prior to hauling and fall rains.
- (6) Prior to removal of any timber, except right-of-way timber, the required construction, renovation, and/or improvement of the haul route for that timber shall be completed as specified in Exhibit C.

BLM Maintenance: The Purchaser is authorized to use the road listed below and shown on Exhibit D, which is under the jurisdiction of the Bureau of Land Management, for the removal of Government timber sold under the terms of this contract, and/or the hauling of rock as required in Exhibit C, provided that the Purchaser pay the required maintenance and/or rockwear obligation described in Section 42(c)(10) and Section 42(c)(11). The Purchaser shall pay current Bureau of Land Management maintenance fees for the sale of additional timber under modification to the contract.

<u>Road No. and Segment</u>	<u>Length Miles Used</u>	<u>Road Control</u>	<u>Road Surface Type</u>
18-6-5 (portion)	3.5	BLM	Rock

- (7) Purchaser Maintenance: The Purchaser is authorized to use the roads listed below and shown on Exhibit D which are under the jurisdiction of the Bureau of Land Management, and/or Oxbow Timber 1, LLC (OT1) for the removal of Government timber sold under the terms of this contract and/or the hauling of rock as required in Exhibit C, provided that the Purchaser comply with the conditions set forth in Section 42(c)(9) and Section 42(c)(12) and pay the required rockwear obligation described in Section 42(c)(11). The Purchaser shall pay current Bureau of Land Management rockwear fees for the sale of additional timber under modification to the contract.

<u>Road No. and Segment</u>	<u>Length Miles Used</u>	<u>Road Control</u>	<u>Road Surface Type</u>
Spur A	0.10	BLM	Rock
Spur B	0.13	BLM	Rock
Spur C	0.11	BLM	Rock
18-6-3.71	0.86	BLM	Rock
18-6-4.71 A&C	0.06	OT1	Natural
18-6-4.71 B&D	0.92	BLM	Natural
18-6-5 (portion)	0.33	BLM	Rock

- (8) Except for the road maintenance in accordance with Section 42(c)(7), the Purchaser shall perform any required road repair and maintenance work on roads used by him under the terms of Exhibit D, "Road Maintenance Specifications", of this contract, which is attached hereto and made a part hereof.
- (9) The Purchaser shall pay the Government a road maintenance obligation in the amount of Seven Thousand Three Hundred Ten and 66/100 dollars (\$7,310.66), for the transportation of timber included in the contract price over the roads listed in Section 42(c)(7).

The above road maintenance amount is for use of 3.5 miles of road or less. Unless the total maintenance amount is paid prior to commencement of operations on the contract area, payments shall be made in installments of not less than One Thousand and 00/100 dollars (\$1,000.00); payable in the same manner as and together with payments required in Section 3 of this contract.

- (10) The Purchaser shall pay the Government a road maintenance obligation for rockwear in the amount of Four Thousand Nine Hundred Seventy-four and 51/100 dollars (\$4,974.51) for the transportation of timber included in the contract price required under the terms of the contract over the roads listed in Section 42(c)(7) and Section 42(c)(8).

Unless the total maintenance amount is paid prior to commencement of operations on the contract area, payments shall be made in installments of not less than One Thousand and 00/100 dollars (\$1,000.00); payable in the same manner as and together with payments required in Section 3 of this contract.

- (11) In the use and renovation of Road No. 18-6-4.71A&C, the Purchaser shall comply with the conditions of Right-of-Way and Road Use Agreement No. E-310 between the United States of America and Oxbow Timber 1, LLC. Prior to the use of said roads, the Purchaser shall furnish the Authorized Officer a copy of the executed License Agreement.

Said agreement is available for inspection at the Bureau of Land Management, Eugene District Office, 3106 Pierce Parkway, Suite E, Springfield, Oregon. Such conditions include but are not limited to the following actions by the Purchaser:

- (aa) Obtain a license agreement from Oxbow Timber 1, LLC. The license agreement and insurance certificate shall be delivered to Oxbow Timber 1, LLC at least 15 days prior to use of company roads.
 - (bb) Maintain comprehensive liability insurance covering all operations, including vehicles, in amounts not less than One Million and 00/100 dollars (\$1,000,000.00) bodily injury for injury to any one person, One Million and 00/100 dollars (\$1,000,000.00) for any one occurrence and One Million and 00/100 dollars (\$1,000,000.00) property damage for any one occurrence.
- (12) The Purchaser also agrees that if he elects to use any private road, other than those provided for in this contract, which is the subject of a right-of-way agreement with the Government, for the removal of Government timber sold under the terms of this contract, he shall request and agree to the modification of this contract to provide for such use.

(d) Environmental Protection

- (1) Upon each season's shutdown, the Purchaser shall block skid trails and natural surfaced roads as directed by the Authorized Officer, and shall place them in an erosion-resistant condition by constructing drainage dips, waterbars, and/or lead-off ditches. The waterbars and drainage dips shall be constructed in accordance with the specifications shown on Exhibit H, which is attached hereto and made a part hereof. Exhibit H contains 2 sheets. Blocking shall be completed as directed by the Authorized Officer.
- (2) In addition to the requirements set forth in Section 26 of this contract, the Purchaser shall, upon completion of hauling, complete the following decommissioning measures according to the road schedule below. All decommissioning shall be completed during the dry season and as directed by the Authorized Officer.
 - (aa) Decompact all skid trails, natural surfaced roads and landings with decompaction equipment, such as a track mounted excavator, during the dry season.
 - (bb) Construct drainage dips, waterbars and/or lead-off ditches, as directed by the Authorized Officer. Waterbars and drainage dips shall be constructed in accordance with the specifications shown on Exhibit H.

Remove all cross drains and stream crossing structures along Road Nos. 18-6-3.71 and 18-6-4.71. Stockpile the pipes west of the gate on Road No. 18-6-5 on the north side of the road as directed by the Authorized Officer. Pipes shall be removed and handled with reasonable care to allow them to be reused.
 - (cc) Place logging slash, where available, on the prism of decompacted, natural-surfaced roads and skid trails.
 - (dd) Block using stumps, slash and/or cull logs as directed by the Authorized Officer. The location of the blocking shall be determined by the Authorized Officer.

		If not rocked				If rocked		
		(aa)	(bb)	(cc)	(dd)	(bb)	(cc)	(dd)
Road	Road Rocking	Decompact	Drainage	Slash	Block	Drainage	Slash	Block
Skid Trails	Not allowed	X	X	X		X		
Spur A	Required	X	X	X		X		
Spur B	Required	X	X	X		X		
Spur C	Required	X	X	X		X		
18-6-3.71	Required	X	X**	X^	X	X**		
18-6-4.71	Optional	X	X*	X^	X	X*		X

^ Place logging slash north of the stream crossing.

* Remove stream crossing culvert. Remove any additional cross drains.

** Pull all cross drains and storm proof as directed by the Authorized Officer.

^^ Place logging slash on the road surface visible from Road No. 18-6-5.

- (3) Cable yarding corridors shall be waterbarred immediately after use, if necessary to prevent erosion, as determined by the Authorized Officer.
- (4) In order to prevent the spread of noxious weeds, the Purchaser shall be required to clean logging, road construction, decommissioning, and slash disposal equipment, using a water pressure hose, prior to entry onto the BLM lands as directed by the Authorized Officer.
- (5) If in connection with operations under this contract the Purchaser, his contractors, subcontractors, or the employees of any of them, discovers, encounters or becomes aware of any objects or sites of cultural value on the contract area such as historical or prehistorical ruins, graves or grave markers, fossils, or artifacts, the Purchaser shall immediately suspend all operations in the vicinity of the cultural value and shall notify the Authorized Officer of the findings. Operations may resume at the discovery site upon receipt of written instructions and authorization by the Authorized Officer.
- (6) The Purchaser shall immediately discontinue specified construction or timber harvesting operations upon written notice from the Contracting Officer that:
 - (aa) threatened or endangered plants or animals protected under the Endangered Species Act of 1973, as amended, may be affected by the operation, and a determination is made that consultation or reinitiation of consultation is required concerning the species prior to continuing operation, or;
 - (bb) when, in order to comply with the Endangered Species Act or to protect occupied marbled murrelet sites in accordance with the Standards and Guidelines of the Eugene District Record of Decision (ROD) and Resource Management Plan (RMP), the Contracting Officer determines it may be necessary to modify or terminate the contract, or;
 - (cc) federal proposed, federal candidate, Bureau sensitive or State listed species protected under BLM Manual 6840 - Special Status Species Management - have been identified, and a determination is made that continued operations would affect the species or its habitat, or;
 - (dd) other active raptor nests have been discovered, and a determination is made that continued operations under this contract would adversely affect the present use of the discovered nesting area by the raptor, or;
 - (ee) when, in order to comply with a court order which enjoins operations on the sale or otherwise requires the Bureau of Land Management to suspend operations, or;
 - (ff) when, in order to comply with a court order, the Contracting Officer determines it may be necessary to modify or terminate the contract, or;

- (gg) species have been discovered which were identified for protection through survey and manage and/or protection buffer standards and guidelines established in the ROD and RMP, and the Contracting Officer determines that continued operations would affect the species or its habitat, or;
- (hh) when, in order to protect species which were identified for protection through survey and manage and/or protection buffer standards and guidelines established in the ROD and RMP, the Contracting Officer determines it may be necessary to modify or terminate the contract.

Those operations necessary for a safe removal of personnel and equipment from the contract area and those directed by the Contracting Officer which are required in order to leave the contract area in an acceptable condition will be permitted. Discontinued operations may be resumed upon receipt of written instructions and authorization by the Contracting Officer.

During any period of suspension, the Purchaser may withdraw performance and payment bond coverage aside from that deemed necessary by the Authorized Officer to secure cut and/or removed timber for which the Bureau of Land Management has not received payment, and/or unfulfilled contract requirements associated with harvest operations that have already occurred and associated post-harvest requirements.

In the event of a suspension period or a combination of suspension periods that exceed a total of 30 days, the First Installment held on deposit may be temporarily reduced upon the written request of the Purchaser. For the period of suspension extending beyond 30 days, the First Installment on deposit may be reduced to five (5) percent of the First Installment amount listed in Section 3(b) of the contract. Any First Installment amount temporarily reduced may be refunded or transferred to another BLM contract at the request of the Purchaser. However, if the Purchaser has outstanding debt owing the United States, the Contracting Officer must first apply the amount of First Installment that could be refunded to the debt owed in accordance with the Debt Collection Improvement Act, as amended (31 USC 3710, *et seq.*). Upon Purchaser's receipt of a bill for collection and written notice from the Contracting Officer lifting the suspension, the Purchaser shall restore the First Installment to the full amount shown in Section 3(b) of the contract within 15 days after the bill for collection is issued, subject to Section 3(j) of the contract. The Purchaser shall not resume contract operations until the First Installment amount is fully restored.

In the event of a suspension period or a combination of suspension periods that exceed a total of 30 days, the unamortized Out-of-Pocket Expenses for road or other construction required pursuant to Exhibit C of the contract shall be refunded or transferred to another BLM contract at the request of the Purchaser. Upon written notice from the Contracting Officer lifting the suspension, the Purchaser shall reimburse the Government the amounts refunded or transferred. The Purchaser may choose to pay this reimbursement at once or in installments payable at the same time as payments are due for the timber under the contract and in amounts approximately equal to the expenses associated with the timber for which payment is due.

In the event that operating time is lost as a result of the incorporation of additional contract requirements, or delays due to Endangered Species Act consultation with the U.S. Fish and Wildlife Service or U.S. National Marine Fisheries Service, or court-ordered injunctions, the Purchaser agrees that an extension of time, without reappraisal, will constitute a full and complete remedy for any claim that delays due to the suspension hindered performance of the contract or resulted in damages of any kind to the Purchaser.

The Contracting Officer may determine that it is necessary to terminate the cutting and removal rights under the contract in order to comply with the Endangered Species Act, protect occupied marbled murrelet sites in accordance with the ROD and RMP, protect species that have been discovered which were identified for protection through survey and manage and/or protection buffer standards and guidelines established in the ROD and RMP, or comply with a court order.

Following the issuance of a written notice that cutting and removal rights will be terminated, the Purchaser will be permitted to remove timber cut under the contract, if allowed by the Endangered Species Act, marbled murrelet occupied site protection in accordance with the ROD and RMP, survey and manage and/or protection buffer standards and guidelines established in the ROD and RMP, or court order requirements necessitating the modification or termination.

In the event cutting and removal rights are terminated under this subsection, the Purchaser agrees that the liability of the United States shall be limited to the actual costs incurred by the Purchaser which have not been amortized by timber removed from the contract area. This calculation of liability shall utilize actual Purchaser costs and Government estimates of timber volumes. At the Authorized Officer's request, the Purchaser agrees to provide documentation of the actual costs incurred in the performance of the contract. In addition, the Purchaser shall be released from the obligation to pay the contract price for any timber which is not authorized to be removed from the contract area.

The Purchaser specifically and expressly waives any right to claim damages, other than those described in the preceding paragraphs, based on an alleged breach of any duty to the Purchaser, whether express or implied, in regard to the manner in which the Government defended the litigation which resulted in the court order affecting the operation of the contract. This waiver also extends to any claims based on effects on the operation of the contract that arise from litigation against another agency. Furthermore, the Purchaser specifically acknowledges and agrees that a court ruling that the Government violated the Administrative Procedures Act cannot be interpreted, in itself, to mean that the Government had not acted reasonably in regard to its duties to the Purchaser under this contract.

(e) Fire Prevention and Slash Disposal

- (1) Fire Prevention and Control. Primarily for purposes of fire prevention and control, the Purchaser shall, prior to the operation of power driven equipment in construction or logging operations under this contract during the closed fire season or periods of fire danger, prepare a fire prevention and control plan to the satisfaction of the Authorized Officer.
- (2) Fire Hazard Reduction. In addition to the requirements of Section 15 of this contract, and notwithstanding the Purchaser's satisfactory compliance with State laws and regulations regarding offsetting or abating the additional fire hazard created by this operation and the State's willingness to release the Purchaser from liability for such hazard, the Purchaser shall remain responsible to the Government for performance of the following hazard reduction measures required by this contract:
 - (aa) Pile and cover logging slash at all landings and within 25 feet of Road Nos. 18-6-5 and 18-6-3.71 in the Partial Harvest Area as directed by the Authorized Officer. All work shall be completed in accordance with Provisions 1-7 of Exhibit F, which is attached hereto and made a part hereof. The Exhibit F contains two sheets.
 - (bb) Burn all resulting slash piles. All work shall be completed in accordance with Provisions 8-11 of Exhibit F.
 - (cc) In lieu of performing slash disposal as identified in Section 42(e)(2)(aa) and Section 42(e)(2)(bb), the Purchaser may remove material identified for slash disposal after notifying the Authorized Officer in writing. Any material identified for slash disposal that is not removed in accordance with this provision shall be treated in accordance with Section 42(e)(2)(aa) and Section 42(e)(2)(bb). Upon completion of slash removal, the Purchaser shall report tonnage of slash removed in accordance with this provision.

(f) Optional Contributions

- (1) The Purchaser shall perform all pile burning in accordance with Section 42(e)(2)(bb). The Purchaser shall have the option of completing this work, or in lieu thereof, making a contribution to the Bureau of Land Management in the amount of Six Hundred Eighty-seven and 80/100 dollars

(\$687.80). The amount of contribution shown above shall be paid prior to cutting. The Purchaser shall notify the Authorized Officer in writing of his intention to make this contribution prior to the date of execution of the contract.

- (2) If the Purchaser has made such a contribution, and later elects to remove *all* material identified for slash disposal in accordance with Section 42(e)(2)(cc), the entire contribution will be refunded to the Purchaser.

(g) Miscellaneous Provisions

- (1) The Purchaser agrees that the United States, its power permittees, lessees, and licensees, shall not be responsible or held liable or incur any liability for the damage, destruction, or loss of any land, crops, facility installed or erected, income, or other property or investment resulting from the use of such lands or portions thereof for power developments at any time where such power development is made by, or under the authority of, the United States.
- (2) The Government, at its option, may administratively check scale any portion of the timber removed from the contract area, and if necessary, conduct check scaling of independent scalers contracted to BLM for administrative check scaling purposes. The Purchaser hereby agrees to make such contract timber available for such scaling at a location or locations to be approved in writing by the Authorized Officer. At the approved location or locations, the Purchaser shall provide an area for logs to be safely rolled out for scaling, to unload logs from trucks, place logs in a manner so that both ends and three faces of each log are visible for scaling, and to reload or remove logs after scaling has been completed. In the event that BLM elects to administratively check scale and if such check scaling causes a delay in log transportation time, an adjustment will be made to the purchase price as follows. If the entire sale is check scaled, the purchase price of this contract shall be reduced by One Thousand Nine Hundred Eighty-three and 00/100 dollars (\$1,983.00). In the event only a portion of the contract timber is scaled, the purchase price shall be reduced by that portion of One Thousand Nine Hundred Eighty-three and 00/100 dollars (\$1,983.00) which is equal to the percentage of timber sold which was actually scaled by the Government. For purposes of computing this price reduction, the percentage of timber sold which has been scaled shall be determined by the Government. Any reduction in purchase price under the terms of this provision shall be full compensation to the Purchaser for any expense or loss incurred as a result of such scaling. Scaling shall be conducted in accordance with the Northwest Log Rules Eastside by BLM scalers, and/or independent scalers contracted to BLM. A copy of the scale report will be made available to the Purchaser upon request.

(h) Log Export and Substitution

- (1) All timber sold to the Purchaser under the terms of this contract, except exempted species, is restricted from export from the United States in the form of unprocessed timber, and is prohibited from being used as a substitute for exported private timber. For the purpose of this contract, unprocessed timber is defined as: (1) any logs except those of utility grade or below, such as sawlogs, peeler logs and pulp logs; (2) cants or squares to be subsequently remanufactured exceeding eight and three-quarters (8¾) inches in thickness; (3) split or round bolts or other roundwood not processed to standards and specifications suitable for end-product uses; or (4) western red cedar lumber which does not meet lumber of American Lumber Standards Grades of Number 3 dimension or better, or Pacific Lumber Inspection Bureau R-List Grades of Number 3 Common or better. Thus, timber manufactured into the following will be considered processed: (1) lumber and construction timber, regardless of size, manufactured to standards and specifications suitable for end-product uses; (2) chips, pulp, and pulp products; (3) green or dry veneer and plywood; (4) poles and piling cut or treated for use as such; (5) cants, squares, and lumber cut for remanufacturing of eight and three-quarters (8¾) inches in thickness or less; (6) shakes and shingles.

Substitution will be determined under the definition found in 43 CFR 5400.0-5(n).

The Purchaser is required to maintain and upon request to furnish the following information:

- (aa) Date of last export sale.
 - (bb) Volume of timber contained in last export sale.
 - (cc) Volume of timber exported in the past twelve (12) months from the date of last export sale.
 - (dd) Volume of Federal timber purchased in the past twelve (12) months from the date of last export sale.
 - (ee) Volume of timber exported in succeeding twelve (12) months from date of last export sale.
 - (ff) Volume of Federal timber purchased in succeeding twelve (12) months from date of last export sale.
- (2) In the event the Purchaser elects to sell any or all of the timber sold under this contract in the form of unprocessed timber, the Purchaser shall require each party buying, exchanging, or receiving such timber to execute a Form 5460-16 (Certificate as to Nonsubstitution and the Domestic Processing of Timber). The original of such certification shall be filed with the Authorized Officer. Additionally, when the other party is an affiliate of the Purchaser, the Purchaser will be required to update information under item (2) of Form 5450-17 (Export Determination) and file the form with the Authorized Officer.

In the event an affiliate of the Purchaser has exported private timber within twelve (12) months prior to purchasing or otherwise acquiring Federal timber sold under this contract, the Purchaser shall, upon request, obtain from the affiliate information in a form specified by the Authorized Officer and furnish the information to the Authorized Officer.

Prior to the termination of this contract, the Purchaser shall submit to the Authorized Officer Form 5460-15 (Log Scale and Disposition of Timber Removed Report) which shall be executed by the Purchaser. In addition, the Purchaser is required under the terms of this contract to retain for a three-year period from the date of termination of the contract the records of all sales or transfer of logs involving timber from the sale for inspection and use of the Bureau of Land Management.

Unless otherwise authorized in writing by the Contracting Officer, the Purchaser shall brand clearly and legibly one end of all logs with a scaling diameter (small end inside bark) of over 10 inches, prior to the removal of timber from the contract area. All loads of 11 logs or more will have a minimum of 10 logs clearly and legibly branded on one end regardless of the diameter of the logs. All logs will be branded on loads of 10 logs or less. One end of all branded logs to be processed domestically will be marked with a 3 square inch spot of highway yellow paint. The purchaser will stop trucks for accountability monitoring at mutually agreed upon location when notified by the Authorized Officer.

If multiple trailers (mule trains) are used, each bunked load shall be considered an individual load, and these guidelines will apply to each bunked load. If a flatbed stake trailer is used, each bundle will be treated as a separate load.

At the discretion of the Contracting Officer, the Purchaser may be required to brand and paint all logs. Any increased costs for log branding and painting shall be the responsibility of the Purchaser.

In the event of the Purchaser's noncompliance with this subsection of the contract, the Authorized Officer may take appropriate action as set forth in Section 10 of this contract. In addition, the Purchaser may be declared ineligible to receive future awards of Government timber for a period of one year.

**UNITED STATES
DEPARTMENT OF THE INTERIOR
Bureau of Land Management
TIMBER SALE SUMMARY**

District Eugene
Sale Date October 24, 2013
Parcel No. 3

Sale Name Fairview
ATSP Tract No. E-12-597
County & State Lane, Oregon
Master Unit Eugene

Planning Unit Siuslaw
Type of Sale Advertised
Time for Cutting & Removal 36 Mos.
Time for Removal of Personal Property 1 Mos.

O&C	CBWR	P.D.	Township	Range	Section	Subdivision
X			18 S.	6 W.	3	Lots 1-4, S1/2NW1/4, N1/2SW1/4

Subdivisions or Cutting Areas	Cutting Volumes by Species by MBF								Total Cutting Volume	Cutting Area Acres	
	DF	WH								Partial	Clear
PH Area	2,309	17							2,326	151	
R/W Area	318								318		10
TOTAL	2,627	17							2,644	151	10

COSTS

Falling & Bucking	\$ Included With Yarding
Yard, Load, etc.	138.21
Transportation	29.06
Road Construction	51.68
Road Amortization	N/A
Road Maintenance	6.36

Other Allowances*

*Specify	Costs
Slash Disposal	\$ 0.97
Road Decommissioning	2.73

Total Other Allowances \$ 3.70

Total Cost to Utilization Center	\$ 229.01
Utilization Center (Peelers)	NA
Miles to Utilization Center	NA
Utilization Center (Sawlogs)	Eugene / Springfield
Miles to Utilization Center	31
Weighted Miles to Utilization Center	31

Profit & Risk Allowance

Basic Profit & Risk.	11	%
Additional Risk		
Low 1%		%
Medium 2%	2	%
High 3%		%
Total Profit & Risk	13	%

Tract Features

Ave Log (Bd. Ft.): D-fir	55	55	DBH:13.9
Recovery D-fir	95	% All 95	%
Salvage D-fir	0	% All 0	%
Ave Volume per Acre	16		MBF
Ave Yarding Slope	35		%
Ave Yarding Distance	800		Ft.
Ave Age	70		Years
Volume Highlead			%
Volume Skyline	50		%
Volume Cat	50		%
Volume Aerial			%
Road Construction / Improvements (100' Sta)			
Class	SN-14	No. Sta.	17.85 (Const)
Class	SN-14	No. Sta.	253.91 (Renov)
Class	SN-14	No. Sta.	45.41 (Improv)

Cruise

Cruised by	Rainey, Haubrich, Moore		
Date	July 2011		
Type of Cruise	Variable Plot-PH Area/3P-R/W		
Volume (MBF-Net Merch)			
Green	2,644	Salvage	0
D-fir Sawlog	2,627	Peeler	0
Export Volume	0		
Purchaser			
Address			

Contract No. ORE05-TS14-597

OR-5420-1a
(June 1986)

UNITED STATES
DEPARTMENT OF THE INTERIOR
Bureau of Land Management
STUMPAGE COMPUTATION
MBF

District Eugene
ATSP Tract No. E-12-597
ADP No. _____
Sale Name Fairview

Species	Realization Value	Mfg. Costs (-)	Pond Value	Logging Costs (-)	Profit & Risk (-)	Marg. * Logs (/)	Stumpage
Douglas-fir	---	---	\$490.77	\$229.01	\$63.80		\$197.96
Grand fir	---	---	\$421.78	\$229.01	\$54.83		\$137.94
Wt. Average			\$488.39				\$196.81

*Marginal Log Volume N/A MBF X \$/MBF Marg. Log Value
Marginal Log Value \$ = \$ Marginal Log Value/MBF
(D-fir Net Volume) MBF

APPRAISED PRICE SUMMARY

TEA RVA X Market Value

(Check one)

Number Trees		Species	Volume	Appraised Price		Bid Price	
Un-Merch	Merch			\$/M	Value	\$/M	Value
---	11,856	Douglas-fir	2,627	\$198.00	\$520,146.00		
---	198	Grand fir	17	\$138.00	2,346.00		
---	12,054	TOTALS	2,644		\$522,492.00		

LOG GRADES (By Percent)

				2 Saw	3 Saw	4 Saw
Species	Code #1	#2	#3	#4	#5	#6
Douglas-fir				54	41	5
Grand fir				51	37	12

Appraised By: Matthew Rainey
Appraisal Reviewed By: Cynthia L. Phillips

Date: August 2012
Date: September 2013