### \*\*\*SBA- SET ASIDE SALE

### **PROSPECTUS**

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT LAKEVIEW DISTRICT KLAMATH FALLS RESOURCE AREA OFFICE

KLAMATH FALLS RESOURCE AREA
KLAMATH MASTER UNIT
Klamath Falls Sale No. ORL04-TS-12-04
Sale Date: **September 19, 2012 (10:00am**)

Mid Spencer Timber Sale - Lump Sum

Bid Deposit Required: \$10,200.00

Klamath County O&C

All timber designated for cutting in NW1/4,W1/2SW1/4,SE1/4SW1/4 Section 21; Lots 3 and 4,Section 23; SW1/4NE1/4 Section 26; S1/2SW1/4 Section 27; NW1/4NE1/4,N1/2NW1/4 Section 28; SE1/4NW1/4,NE1/4SW1/4,S1/2SW1/4,S1/2SE1/4 Section 33; N1/2NW1/4 Section 34; NE1/4NE1/4,SE1/4NW1/4,NE1/4SE1/4,S1/2SE1/4 Section 35, T.38S., R.6E., Willamette Meridian; Lots 1, 2, and 5, SW1/4NE1/4 Section 4, T.39S., R.6E., Willamette Meridian.

Approximate Number of <u>Trees</u>	<u>Species</u>	Est. Volume MBF 16' Log	Est. Volume <u>CCF</u>	Appraised <u>Price Per MBF*</u>	Est. Volume Times Appraised Price
20,388	White Fir	2,469	4,665	\$36.40**	\$89,871.60
2,178	Douglas-fir	167	318	\$42.50**	\$7,097.50
3,357	Ponderosa Pine	155	324	\$29.70**	\$4,603.50
	TOTAL	2,791	5,307		\$ 101,572.60

<sup>\*</sup>Stumpage values have been determined by analytical and market value appraisal methods. Additional information concerning the appraised price is available at the Klamath Falls Resource Area Office.

<u>CRUISE INFORMATION - SAWLOG INFORMATION</u> - Timber Volumes were based upon Local Volume Table and 100% Cruise for estimating board foot volume of trees in 16 foot logs. Approximately 0% of the total sale volume is salvage material. With respect to merchantable trees of all conifer species: the average tree is 12.6 inches DBHOB; the average gross merchantable log contains 44 bd. ft.; the average tree contains approximately 116 bd. ft.; the total gross volume is approximately 3,026 M bd. ft.; and 92% recovery is expected.

Note: This timber sale has been cruised, appraised, and advertised based upon Scribner Board Foot Volumes (16 Foot Log). The minimum bid figures shown by species are dollars per thousand board feet (MBF). The minimum bid increment will be \$.10 per MBF. Cubic foot volumes by species are displayed for informational purposes only.

\*\*\* This is an SBA Set-Aside timber sale. Bidding is limited to small business concerns as defined by the Small Business Act, §3, 72 Stat. 384, 15 U.S. Code 632, and the regulations of

<sup>\*\*</sup> Equals 10% of Pond Value

the Small Business Administration, Title 13, Code of Federal Regulations, Part 121, as amended.

<u>LOG EXPORT AND SUBSTITUTION</u> - 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.

<u>LOG EXPORT AND SUBSTITUTION RESTRICTIONS</u> - 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.

<u>CUTTING AREA & Harvest Prescription</u> – Thirteen (13) units containing approximately 635 acres of density management treatments.

<u>CUTTING TIME</u> - Contract duration will be twenty-six (26) months for cutting and removal of timber.

<u>ACCESS</u> - Access to the sale area is available via existing Klamath County and BLM roads and via Right-of-Way and Road Use Agreement L-690 with JWTR LLC. Among other conditions, this agreement requires the purchaser to execute a license agreement with JWTR LLC and pay a Rockwear Fee \$35.57

**ROAD MAINTENANCE** - The Purchaser will be required to maintain approximately seven (7) miles of existing BLM and private roads. The Purchaser will be required to pay a road maintenance obligation of \$6,084.71 for the use of these roads.

### **ROAD CONSTRUCTION** – None

**SOIL DAMAGE PREVENTION** - Pursuant to Section 25 of Form 5450-3, Timber Sale Contract, the Purchaser shall not operate or cause to have operated on the contract area, any tractor type logging equipment when soil moisture content exceeds 20% as determined by a Moisture Meter. This requirement does not apply if snow logging conditions exist as described in the contract.

### **EQUIPMENT REQUIREMENTS - LOGGING AND SITE PREPARATION:**

- 1. Mechanized harvesting equipment capable of cutting up to a 20 inch DBH tree and reaching a minimum of twenty (20) feet laterally.
- 2. At least one ground based yarding tractor shall be equipped with an integral arch and winch system capable of lining logs at least one hundred (100) feet.

### **SLASH DISPOSAL** - Slash disposal will consist of:

- 1. Slash or other residual material must be lopped and scattered so that slash depth is twelve (12) inches or less.
- 2. Slashing all sprung or otherwise severely damaged trees between one (1) and seven (7) inches DBH.
- 3. All trees designated for removal must be whole-tree yarded to designated locations.

Limbing and bucking of larger trees may be required if damage to reserve timber is occurring.

- 4. The Purchaser will be required to burn and mop-up landing piles. In lieu of burning, the Purchaser can utilize the residual landing material for hog fuel and/or chips. If unmerchantable timber is removed as biomass or other nontraditional products, a separate contract will be used and the price of the material will be negotiated.
- 5. On all trees greater than twenty (20) inches DBH and not mechanically felled, all trees designated for cutting shall be felled, bucked and limbed up to the last log. The top shall remain attached to the last log and yarded except where excessive damage is occurring as determined by the Authorized Officer.

# **OTHER**

- 1. Extension of time beyond the normal 30 days may be granted for completing bonding and contract signing requirements upon written request and justification from the Purchaser.
- 2. All operations, except burning, are seasonally restricted from October 15<sup>th</sup> of one calendar year to June 1<sup>st</sup> of the following calendar year, unless waived by the Authorized Officer or winter logging conditions exist.
- 3. Cut stumps of all species fourteen (14) inches in diameter and larger will be treated with a fungicide. The fungicide will contain a cement dye to help monitor application compliance.
- 4. All logging equipment will be cleaned prior to operating on BLM lands to prevent the spread of noxious weeds.
- 5. Within all Patch Cuts, all white fir trees between three (3) inches and seven (7) inches DBH shall be felled and yarded concurrently with other trees designated for cutting.

# ADDITIONAL INFORMATION

This prospectus includes maps and tables that cannot be made Section 508 compliant. For help with this data or information, please contact the KFRA BLM office at 541-883-6916. This is a prospectus only. Attachments may not include all exhibits referred to in the contract. The complete contract, including all exhibits, is available for inspection at the KFRA BLM office.

**CONTRACT TERMINATION** - A Special Provision has been added to the contract which enables the Contracting Officer to suspend the contract to facilitate protection of certain plant or animal species, and/or to modify or terminate the contract when necessary to comply with the Endangered Species Act or comply with a court order. This contract provision limits the liability of the Government to the actual costs incurred by the Purchaser which have not been amortized by timber removed from the contract area.

### NARRATIVE DESCRIPTION OF HOW TO GET TO THE TIMBER SALE AREA -

From Klamath Falls, follow Highway 66 approximately ten (10) miles to its junction with Clover Creek County road. Follow Clover Creek road approximately ten (10) miles to its junction with the Spencer Creek Road (BLM road 39-6E-5.0). Follow road 39-6E-5.0 to Units 4-1, 21-7, 27-1, 27-2, 35-1, 35-3 and 35-4. Continue west on the Clover Creek road from its junction with the Spencer Creek Road to Units 21-1, 21-2, 23-1, 26-1 and 35-2.

**ENVIRONMENTAL ASSESSMENT** - An environmental assessment was prepared for this sale, and a Finding of No Significant Impact has been documented. This document is available for inspection as background information for this sale at the Klamath Falls Resource Area Office.

Notice of Decision for sale of timber dated Tuesday September 4, 2012.