UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT 777 NW Garden Valley Blvd. Roseburg, Oregon 97471

Date: July 24, 2018

90-DAY TIMBER SALE NOTICE

The timber described below was offered for sale on **July 24, 2018**; no bids were received; therefore, pursuant to 43 CFR 5443.1, the sale of such timber is kept open for a period not to exceed 30 days from the abovementioned date.

Written bids will be received for not less than the advertised appraised price during the time this sale is open. The 90 day period ends **October 22**, **2018**, **close of business**. The required deposit must accompany the bid. Notice of receipt of any bids submitted on this sale will be posted for a period of seven days during which time other written bids may be submitted. If no other bids are submitted within the seven day period, the sole bidder shall be deemed the high bidder. If more than one written bid is submitted, an oral auction will be held after notice to the bidders.

Further information concerning this sale may be obtained from the above address.

LOCKED GATES Sale Date: July 24, 2018

(1) Roseburg Sale No.: 2017.0007 Sale Name: Daydream Reoffer Douglas County, Oregon: O&C: Oral Auction Bid Deposit Required: \$107,800.00

All timber designated for cutting on:

Lots 5, 8, 9 and 10 Section 25, T. 29 S., R. 5 W., Willamette Meridian SE¼NE¼, E½SE¼ Section 35, T. 29 S., R. 5 W., Willamette Meridian

Approx. Number	Est. Vol. MBF		Est. Vol. MBF	Appraised Price	Est. Volume Times
Merch. Trees	32' Log	Species	16' Log	Per MBF	Appraised Price
10,411	2,765	Douglas-fir	3,360	\$318.60	\$1,070,496.00
107	53	Ponderosa Pine	64	\$74.90	\$4,793.60
179	10	Incense-cedar	13	\$146.10	\$1,899.30
4	1	Grand Fir	1	\$86.90	\$86.90
10,701	2,829		3,438		\$1,077,275.80

<u>THE VOLUMES LISTED</u> 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.

<u>APPRAISED PRICES</u> are determined by analytical appraisal methods unless otherwise noted on individual timber sale notices.

LOG EXPORT AND SUBSTITUTION RESTRICTIONS:

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.

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.

CRUISE INFORMATION:

The Douglas-fir, Incense Cedar, and Ponderosa Pine trees, up to and including the 48" diameter class have been cruised using the 3P system to select sample trees. The sample trees have been cruised and their volume computed on form class tables for estimating volume in 16-foot lengths. This volume is then expanded to a total sale volume. A map showing the location of these sample trees is available at the Roseburg District Office. The volume of all Douglas-fir, Incense Cedar, and Ponderosa Pine trees in the 50" diameter class and larger and all Grand Fir have been determined by individual tree measurements using a 100% cruise.

With respect to merchantable trees of all species: the average tree is 17.9" D.B.H.O.B., the average log contains 84 bd. ft., the total gross volume is approximately 4,312 M bd. ft., and 80% recovery is expected.

<u>CUTTING AREA</u>: An area of approximately 98 acres is to be regeneration harvested and 9 acres is to be thinned and 3 acres of road right-of-way is to be clearcut. See Exhibit A for details.

TIMBER ACREAGE: Area 1: 59 acres

Area 2: 48 acres RW: 3 acres

<u>ACCESS</u>: Access to the sale area is provided by Government, County and privately controlled roads. A road use fee of \$2,887.70 will be required to be paid to Douglas County.

<u>LOCKED GATE</u>: There is a locked gate on Douglas County Road 42 (Days Creek Cutoff Road) and Road 30-4-6.0. See BLM receptionist for key.

DIRECTIONS TO SALE AREA:

Harvest Area 1: From I-5, take Myrtle Creek exit 108. Continue onto N. Main Street for 0.6 miles. Turn left onto E. Riverside Drive for 0.2 miles. Turn Right onto Days Creek Cutoff Road for 4 miles.

Harvest Area 2: From I-5, take Canyonville exit 98 to Tiller Trail Highway 1. Drive 4.3 miles to Days Creek Cutoff Road and turn left. After 1 mile, turn left onto Packard Gulch Spur, BLM Road 30-4-6.0.

Refer to timber sale Exhibits A and D for further details to Contract Area.

ROAD MAINTENANCE: Rockwear fees of \$4,666.42 will be required to be paid to the BLM.

<u>ROAD CONSTRUCTION</u>: Estimates include the following: construct 42+42 stations, renovate 4.47 miles, and decommission 8+70 stations of road. Additional information is available in the Exhibits C & D of the Timber Sale Contract.

<u>DURATION OF CONTRACT</u> will be 36 months for cutting and removal of timber. The contract contains SPECIAL PROVISIONS regarding: logging, environmental protection, road construction, road renovation, road use, road maintenance, fire prevention, slash disposal, safety, and log exporting. Log scaling may be required under the terms of this contract.

NOTES:

- 1. A revised 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: (1) Comply with the Endangered Species Act or to prevent incidental take of northern spotted owls in accordance with the management direction in the Record of Decision (ROD) and Resource Management Plan (RMP), or; (2) Comply with a court order, or; (3) Protect species which were identified for protection through survey and manage and/or protection buffer standards and guidelines established in the ROD and RMP.
 - 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.
- 2. This contract contains provisions for the sale and removal of additional timber necessary to facilitate safe and efficient Purchaser operations. It is estimated that approximately 7 MBF of such additional timber may be removed under the contract, but is not included in the advertised sale volume nor was it included in the timber sale appraisal. This estimate is a net figure reduced by the estimate of the volume of trees previously marked for cutting, which the Authorized Officer may elect to reserve.
- 3. Seasonal operating restrictions apply to this sale regarding road work, falling, bucking, yarding, loading, hauling, machine piling, sub-soiling and wildlife nesting seasons. Refer to Sections 42(A)(3-5), 42(A)(9)(b), 42(A)(10)(a), 42(B)(2), and Exhibit E for details.
- 4. Maintenance responsibility for a 1.6 mile portion (from the end of pavement to its junction with Road No. 29-5-25.0) of County Road 42 (Days Creek Cutoff Road) has not been established. If County Road 42 is not capable of supporting all-season log haul at the time of harvest of Daydream timber sale, a contract modification and equitable adjustment will be made to the Purchaser for renovation and maintenance of County Road 42. Maintenance / renovation activities would include surface grading and compacting, pulling ditches, roadside brushing, cleaning culverts, and placing 450 cubic yards of spot rock. This work is estimated to cost \$19,000, but will be re-assessed if conditions change at the time of modification.
- 5. License agreements with Douglas County and Lone Rock Timberlands Co. are required.
- 6. In the Thinning Areas as shown on Exhibit A, trees designated for cutting shall be manually felled, limbed and cut into log lengths not to exceed forty-two (42) feet before being yarded. In the Regeneration Harvest Areas as shown on Exhibit A, trees designated for cutting shall be yarded with limbs attached to the bole and the top attached to the top log, unless otherwise directed by the Authorized Officer. Refer to Sections 42(A)(10) and 42(A)(11).
- 7. Broadcast burning is required in a portion of Harvest Area No. 1, approximately 33 acres, as shown on Exhibit A. Refer to Section 42(F)(2) for details.
- 8. The Purchaser will have the option to assist in burning or to make a contribution to the Bureau of Land Management in lieu thereof. Refer to Sections 42(F) and 42(G) for details.
- Sub-soiling of compacted skid trails and associated equipment/decking areas is required. Sub-soiling is to be completed once harvesting and machine piling operations are complete. Refer to Section 42(C)(4) for details.
- 10. Seasonal Restrictions Matrix is attached for informational purposes only.

Daydream Reoffer Seasonal Restrictions Matrix

ORR05-TS-2017.0007 (Page 1 of 1)

Restricted Times Are Darkly Shaded

Sale Area	Activity	J	an	Feb Mar		ar	Apr May		ay	June July		ıly	Aug		Sept		Oct		Nov		De	Dec			
		1	15	1	15	1	15	1	15	1	15	1	15	1	16	1	15	1	15	1	15	1	15	1	15
Harvest Area 1	Falling and bucking in Harvest Area and Right-Of-Way ^{3,4}																								
	Cable yarding on rock roads ^{3,5}																								
	Cable yarding in Thinning Area ^{3,5,6}																								
	Ground-based yarding within Right-Of-Way ^{3,5}																								
	Road construction, and/or renovation ^{2,3,5}																								
	Loading or hauling on rock roads ⁵																								
Harvest Area 2	Falling and bucking in Harvest Area and Right-Of-Way ⁴																								
	Cable yarding on rocked roads ⁵																								
	Cable yarding in Thinning Area ^{5,6}																								
	Ground-based yarding and subsoiling 1,5																								
	Ground-based yarding within Right-Of-Way⁵																								
	Road construction, renovation, and/or decommissioning ^{2,5}																								
	Loading or hauling on rocked roads 5																								

¹ Wet season restriction: ground-based yarding (October 15 –July 15) may be shortened or extended depending on weather conditions.

Note: This matrix is intended to serve prospective purchasers as a guide only.

Refer to the contract Special Provisions and Exhibit E Seasonal Restrictions Map for a full statement of the seasonal operating restrictions.

² Wet season restriction: native surface roads and road construction (October 15-May 15) may be shortened or extended depending on weather conditions.

³Red-tailed hawk seasonal restriction (March 1 – July 15) may be conditionally waived, pending survey results.

⁴ Northern spotted owl seasonal restriction: habitat removal (March 1- September 30) may be lifted early, pending survey results.

⁵ Northern spotted owl seasonal restriction: noise disturbance (March 1- July 15) may be lifted early, pending survey results.

⁶ Bark slip seasonal restriction (April 15 – July 15) may be conditionally waived.

Form 5440-9 (December 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

	Х	TIMBER*
DEPOSIT AND BID FOR		VEGETATIVE RESOURCE
		(Other Than Timber)

Name of Bidder	
Tract Number	
(1) 2017.0007	
Sale Name	
Daydream Reoffer	
Sale Notice (dated)	
90 Day Notice - July 24, 2018	
BLM District	

		LUMP SUM SALE		Roseburg						
		Sealed Bid for Sealed Bid Sale	Х	Written Bid for Ora	al Auction Sale					
	In response to the above dated Sale Notice, the required deposit and bid are hereby submitted for the purchase of designated timber/vegetative resource on the tract specified above.									
Red	Required bid deposited is \$ 107,800.00 and is enclosed in the form of \Box cash \Box money order \Box bank draft									
	☐ cashier's check ☐ certified check ☐ bid bond of corporate surety on approved list of the United States Treasury									
	guaranteed remittance approved by the authorized officer.									

IT IS AGREED That the bid deposit shall be retained by the United States as liquidated damages if the bid is accepted and the undersigned fails to execute and return the contract, together with any required performance bond and any required payment within 30 days after the contract is received by the successful bidder. It is understood that no bid for less than the appraised price on a unit basis per species will be considered. If the bid is rejected the deposit will be returned.

BID SCHEDULE - LUMP SUM SALE

NOTE: Bidders should carefully check computations in completing the Bid Schedule

	BID SU	BMITTED		(Est. Volu	ıme N	MBF 16' Log)	og) ORAL BID MADE				
PRODUCT SPECIES	UNIT	ESTIMATED VOLUME OR QUANTITY	Uì	UNIT PRICE		TOTAL VALUE	UNIT PRICE		TOTAL VALUE		
Douglas-fir	MBF	3,360	Х		=		Х		=		
Ponderosa Pine	MBF	64	Х		=		Х		=		
Incense-cedar	MBF	13	Х		=		Х		=		
Grand Fir	MBF	1	Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
Total Est. Volume	Total Est. Volume MBF 3,438										
TOTAL PURCHASE PRICE									-		

If sale contract is executed, undersigned is liable for total purchase price even though the quantity cut, removed, or designated for taking is more or less than the total estimated volume or quantity shown above. Undersigned certifies bid was arrived at by bidder or offeror independently, and was tendered without collusion with any other bidder or offeror. In submitting or confirming this bid, undersigned agrees to the foregoing provisions, applicable regulations, and certifies that he is authorized to act as, or on behalf of, the bidder.

Bid submitted on (date)								
(Check appropriate box, sign in	ink, and complete the following)							
Signature, if firm is individually owned	Name of firm (type or print)							
Signatures, if firm is a partnership or L.L.C.	Business address, include zip code (type or print)							
Corporation organized under the state laws of	(To be completed following oral bidding)							
	I HEREBY confirm the above oral bid							
Signature of Authorized Corporate Signing Officer	By (signature)							
Title	Date							
Submit bid, in <i>duplicate</i> , to qualify for either an oral auction or sealed bid sale	Sealed Bid – Send to District Manager, who issued the sale notice, in a sealed							
together with the required bid deposit made payable to the Department of the Interior – BLM.	envelope marked on the outside: (1) "Bid for Timber"							
IIICHOI – BLIVI.	(2) Vegetative Resource Other Than Timber							
Oral Auction - Submit to Sales Supervisor prior to closing of qualifying	(3) Time bids are to be opened							
period for tract.	(4) Legal description							

NOTICE

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 38 FR 6280 and 43 CFR 5442.1

PURPOSE: To qualify an oral auction bidder, and then if successful, to bind bidder to certain contract conditions.

ROUTINE USE: To determine that an individual is qualified to participate in oral auction bidding, and, as surety that bidder will fulfill contract requirements.

EFFECT OF NOT PROVIDING INFORMATION: Filing this deposit and bid information is necessary only when an individual wishes to participate in a sealed or auction bid sale for timber or vegetative resources.

INSTRUCTIONS TO BIDDERS

- 1. AUTHORITY Timber located on the revested Oregon and California Railroad Grant Lands and on the reconveyed Coos Bay Wagon Road Grant Lands is administered and sold pursuant to authority of the Act of August 28, 1937 (50 Stat. 874; 43 U.S.C. 1181a); timber located on other lands and other vegetative resources on all public lands of the United States under jurisdiction of the Bureau of Land Management are administered and sold pursuant to authority of the Act of July 31, 1947 (61 Stat. 681), as amended, by the Act of July 23, 1955 (69 Stat. 367; 30 U.S.C. 601 et. seq.). Regulations of the Secretary of the Interior governing sale of timber are codified in 43 CFR Group 5400.
- 2. QUALIFICATIONS OF BIDDERS A bidder for sale of timber/vegetative resources must be either (a) a citizen of the United States, (b) a partnership composed wholly of such citizens, (c) an unincorporated association composed wholly of such citizens, or (d) a corporation authorized to transact business in the State in which the timber/vegetative resource is located.
- 3. INSPECTION OF TIMBER/VEGETATIVE RESOURCES Bidder is invited, urged, and cautioned to inspect the timber/vegetative resource prior to submitting a bid. By executing the timber/vegetative resource sale contract, bidder warrants that the contract is accepted on the basis of his examination and inspection of the timber/vegetative resource and his opinion of its value.
- 4. DISCLAIMER OF WARRANTY Government expressly disclaims any warranty of the fitness of the designated timber/vegetative resource for any purpose of the bidder; all timber/vegetative resources are to be sold "As Is" without any warranty of merchantability by Government. Any warranty as to the quantity or quality of timber/vegetative resource to be sold is expressly disclaimed by Government.
- 5. *BIDS* Sealed or written bids for not less than the advertised appraised price, per timber/vegetative resource must be submitted in duplicate to the District Manager who issued *Timber/Vegetative Resource Sale Notice*.
- (a) Sealed Bid Sales Bids will be received until time for opening which is set out in the Notice. Enclose both copies of bid with required bid deposit in a sealed envelope marked on the outside Bid for Timber/Vegetative Resource, time bid is to be opened, tract number, and legal description of land on which timber/vegetative resource is located. In event of a tie, the high bidder shall be determined by lot from among those who submitted the tie bids.
- (b) Auction Sales Submission of the required bid deposit and a written bid is required to qualify for oral bidding. Oral bidding shall begin from the highest written bid. No oral bid will be considered which is not higher than the preceding bid. In the event there is a tie in high written bids, and no oral bidding occurs, the bidder who was the first to submit his bid deposit and written bid shall be declared the high bidder. If the officer conducting the sale cannot determine who made the first submission of high tie written bids, the high bidder shall be determined by lot. High bidder must confirm his bid, in writing, immediately upon being declared high bidder.
- (c) Except as otherwise provided in 43 CFR 5442.2, bids will not be considered in resale of timber/vegetative resource remaining from an uncompleted contract from any person or affiliate of such person who failed to complete the original contract because of (1) cancellation for the purchaser's breach or (2) through failure to complete payment by expiration date.
- (d) When it is in the interest of the Government to do so, it may reject any and all bids and may waive minor deficiencies in bids or in sale advertisement.
- 6. *BID FORMS* All sealed, written bids, and confirmation of oral bids shall be submitted on forms provided by Government.
- (a) Lump Sum Sales Bids shall specify (1) Bureau of Land Management estimated volume, (2) price per unit, and (3) total purchase price. Estimated volume and price per unit are to be used for administrative and appraisal purposes only. Upon award of contract, high bidder shall be liable for total purchase price, including any adjustment which may be made as a result of reappraisal if an extension of time is granted, even though quantity of timber/vegetative resource actually cut, removed, or designated for taking is more or less than the estimated volume or quantity listed.
- (b) *Timber Scale Sales* Bids must state price per thousand board feet that will be paid for each species. High bidder will be determined by multiplying bid price per thousand board feet per species by Bureau of Land Management estimate of volume of each species. Purchaser shall be liable for purchase price of all merchantable timber sold under contract even though all such timber is not actually cut

- and removed prior to expiration of time for cutting and removal as specified in contract.*
- 7. BID DEPOSIT All bidders must make a deposit of not less than the amount specified in the Timber/Vegetative Resource Notice. Deposit may be in the form of cash, money orders, bank drafts, cashiers or certified checks made payable to the Department of the Interior BLM, bid bonds of a corporate surety shown on the approved list of the United States Treasury Department*, or any approved guaranteed remittance approved by the Authorized Officer. Upon conclusion of bidding, the bid deposit of all bidders, except high bidder, will be returned. The cash deposit of the successful bidder may be applied toward the required sale deposit and/or the purchase price. Cash not applied to the sale deposit or the purchase price, or a corporate surety bid bond, will be returned at the time the contract is signed by the Government.
- 8. AWARD OF CONTRACT Government may require high bidder to furnish such information as is necessary to determine the ability of bidder to perform the obligation of contract. Contract will be awarded to high bidder, unless he is not qualified or responsible or unless all bids are rejected. If high bidder is not qualified or responsible or fails to sign and return the contract together with required performance bond and any required payment, contract may be offered and awarded to the highest bidders qualified, responsible, and willing to accept the contract.
- 9. TIMBER/VEGETATIVE RESOURCE SALE CONTRACT To be executed by purchaser, has been prepared by Government, and may be examined in the District Manager's office.

10. PERFORMANCE BOND -

- (a) A performance bond in an amount of not less than 20 percent of total purchase price is required, but the amount of the bond shall not be in excess of \$500,000, except when the purchaser opts to increase the minimum bond to permit cutting prior to payment as provided in 43 CFR 5451.2, or in the event the purchaser is a holder of an unresolved default the bond may be increased as provided in 43 CFR 5450.1(b). Performance bond may be (1) bond of a corporate surety shown on approval list issued by the United States Treasury Department and executed on an approved standard form, (2) personal surety bond executed on an approved standard form if Government determines principals and bondsman are capable of carrying out the terms of the contract, (3) cash bonds, (4) negotiable securities of the United States, or (5) any guaranteed remittance approved by the Authorized Officer.
- (b) If purchaser elects to cut timber without skidding or yarding it to a loading point or removing it prior to the payment of the second or subsequent installments, Government shall require an increase in amount of performance bond initially required by an amount equal to the value of timber to be cut. Such increase must be on a bond rider form supplied by Government and be approved, in writing, by Government prior to cutting timber covered by the bond increase. This increased amount of bond shall be used to assure payment for timber cut in advance of payment.*
- 11. PAYMENT BOND If purchaser elects to (a) cut and remove timber, or (b) remove timber already cut which has been secured by an increased performance bond as provided in paragraph 10(b) above, before payment of the second or subsequent installments, Government shall require a payment bond on a form supplied by Government. Purchaser shall obtain written approval from Government of payment bond prior to cutting and/or removal of timber covered by the bond. Payment bond shall be used to assure payment for timber cut and/or removed in advance of payment.*
- 12. PAYMENT OF PURCHASE PRICE For sales of \$500 or more, Government may allow payment by installments. Except as discussed in paragraphs 10 and 11 above, no part of any timber/vegetative resource sold may be severed, cut, or removed unless advance payment has been made as provided in contract.
- 13. LIQUIDATED DAMAGES Within thirty (30) days from receipt of *Timber/Vegetative Resource Sale Contract*, the successful bidder shall sign contract and return it to Government, together with required bond and any required payment. If successful bidder fails to comply within the stipulated time, his bid deposit shall be retained by Government as liquidated damages.
- 14. *NINETY-DAY SALES* If no bid is received within time specified in the advertisement of sale and if Government determines that there has been no significant rise in the market value of timber/vegetative resource, it may, in its discretion, keep the sale open, not to exceed ninety (90) days.

^{*}Applies to Timber Only

- 15. UNAUTHORIZED USE OF GOVERNMENT PROPERTY A sale may be refused to high bidder who has been notified that he has failed to make satisfactory arrangements for payment of damages resulting from unauthorized use of, or injury to, property of the United States.
- 16. EQUAL OPPORTUNITY CLAUSE This contract is subject to the provisions of Executive Order No. 11246 of September 24, 1965, as amended, which sets forth the nondiscrimination clauses. Copies of this order may be obtained from the District Manager. 43 CFR 60-1.7(b) requires that the Equal Opportunity Compliance Report Certification will be completed by prospective contractors. Certification may be obtained from District Manager.
- 17. LOG EXPORT All timber offered for sale except as noted in the *Timber Sale Notice* is restricted from export from the United States in the form of unprocessed timber and cannot be used as a substitute for exported private timber. For the purpose of this contract, unprocessed timber is defined as: (1) any logs except the purpose 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 (8-3/4) inches in thickness; (3) split or round bolts or other roundwood not processed to standards and specifications suitable for end product use; 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. Timber manufactured into the following will be considered processed: (1) lumber and construction timbers, 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 remanufacture of eight and three quarters (8-3/4) inches in thickness or less; or (6) shakes and shingles. In event purchaser wishes to sell any or all of timber restricted from export in the form of unprocessed timber, the buyer, exchanges, or recipient shall be required to comply with contractual provisions relating to "unprocessed timber". Special reporting, branding and painting of logs may be included in contract provisions.*
- 18. DETAILED INFORMATION Detailed information concerning contract provisions, bid, performance bond forms, tract location maps, and access conditions may be obtained from the District Manager. All persons interested in bidding on the products listed are encouraged to familiarize themselves with all such detailed information.

Form 5440-9 (December 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

	Х	TIMBER*
DEPOSIT AND BID FOR		VEGETATIVE RESOURCE
		(Other Than Timber)

Name of Bidder	
Tract Number	
(1) 2017.0007	
Sale Name	
Daydream Reoffer	
Sale Notice (dated)	
90 Day Notice - July 24, 2018	
BLM District	

		LUMP SUM SALE		Roseburg						
		Sealed Bid for Sealed Bid Sale	Х	Written Bid for Ora	al Auction Sale					
	In response to the above dated Sale Notice, the required deposit and bid are hereby submitted for the purchase of designated timber/vegetative resource on the tract specified above.									
Red	Required bid deposited is \$ 107,800.00 and is enclosed in the form of \Box cash \Box money order \Box bank draft									
	☐ cashier's check ☐ certified check ☐ bid bond of corporate surety on approved list of the United States Treasury									
	guaranteed remittance approved by the authorized officer.									

IT IS AGREED That the bid deposit shall be retained by the United States as liquidated damages if the bid is accepted and the undersigned fails to execute and return the contract, together with any required performance bond and any required payment within 30 days after the contract is received by the successful bidder. It is understood that no bid for less than the appraised price on a unit basis per species will be considered. If the bid is rejected the deposit will be returned.

BID SCHEDULE - LUMP SUM SALE

NOTE: Bidders should carefully check computations in completing the Bid Schedule

	BID SU	BMITTED		(Est. Volu	ıme N	MBF 16' Log)	og) ORAL BID MADE				
PRODUCT SPECIES	UNIT	ESTIMATED VOLUME OR QUANTITY	Uì	UNIT PRICE		TOTAL VALUE	UNIT PRICE		TOTAL VALUE		
Douglas-fir	MBF	3,360	Х		=		Х		=		
Ponderosa Pine	MBF	64	Х		=		Х		=		
Incense-cedar	MBF	13	Х		=		Х		=		
Grand Fir	MBF	1	Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
	MBF		Х		=		Х		=		
Total Est. Volume	Total Est. Volume MBF 3,438										
TOTAL PURCHASE PRICE									-		

If sale contract is executed, undersigned is liable for total purchase price even though the quantity cut, removed, or designated for taking is more or less than the total estimated volume or quantity shown above. Undersigned certifies bid was arrived at by bidder or offeror independently, and was tendered without collusion with any other bidder or offeror. In submitting or confirming this bid, undersigned agrees to the foregoing provisions, applicable regulations, and certifies that he is authorized to act as, or on behalf of, the bidder.

Bid submitted on (date)								
(Check appropriate box, sign in	ink, and complete the following)							
Signature, if firm is individually owned	Name of firm (type or print)							
Signatures, if firm is a partnership or L.L.C.	Business address, include zip code (type or print)							
Corporation organized under the state laws of	(To be completed following oral bidding)							
	I HEREBY confirm the above oral bid							
Signature of Authorized Corporate Signing Officer	By (signature)							
Title	Date							
Submit bid, in <i>duplicate</i> , to qualify for either an oral auction or sealed bid sale	Sealed Bid – Send to District Manager, who issued the sale notice, in a sealed							
together with the required bid deposit made payable to the Department of the Interior – BLM.	envelope marked on the outside: (1) "Bid for Timber"							
IIICHOI – BLIVI.	(2) Vegetative Resource Other Than Timber							
Oral Auction - Submit to Sales Supervisor prior to closing of qualifying	(3) Time bids are to be opened							
period for tract.	(4) Legal description							

NOTICE

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 38 FR 6280 and 43 CFR 5442.1

PURPOSE: To qualify an oral auction bidder, and then if successful, to bind bidder to certain contract conditions.

ROUTINE USE: To determine that an individual is qualified to participate in oral auction bidding, and, as surety that bidder will fulfill contract requirements.

EFFECT OF NOT PROVIDING INFORMATION: Filing this deposit and bid information is necessary only when an individual wishes to participate in a sealed or auction bid sale for timber or vegetative resources.

INSTRUCTIONS TO BIDDERS

- 1. AUTHORITY Timber located on the revested Oregon and California Railroad Grant Lands and on the reconveyed Coos Bay Wagon Road Grant Lands is administered and sold pursuant to authority of the Act of August 28, 1937 (50 Stat. 874; 43 U.S.C. 1181a); timber located on other lands and other vegetative resources on all public lands of the United States under jurisdiction of the Bureau of Land Management are administered and sold pursuant to authority of the Act of Luly 31, 1947 (61 Stat. 681), as amended, by the Act of July 23, 1955 (69 Stat. 367; 30 U.S.C. 601 et. seq.). Regulations of the Secretary of the Interior governing sale of timber are codified in 43 CFR Group 5400.
- 2. QUALIFICATIONS OF BIDDERS A bidder for sale of timber/vegetative resources must be either (a) a citizen of the United States, (b) a partnership composed wholly of such citizens, (c) an unincorporated association composed wholly of such citizens, or (d) a corporation authorized to transact business in the State in which the timber/vegetative resource is located.
- 3. INSPECTION OF TIMBER/VEGETATIVE RESOURCES Bidder is invited, urged, and cautioned to inspect the timber/vegetative resource prior to submitting a bid. By executing the timber/vegetative resource sale contract, bidder warrants that the contract is accepted on the basis of his examination and inspection of the timber/vegetative resource and his opinion of its value.
- 4. DISCLAIMER OF WARRANTY Government expressly disclaims any warranty of the fitness of the designated timber/vegetative resource for any purpose of the bidder; all timber/vegetative resources are to be sold "As Is" without any warranty of merchantability by Government. Any warranty as to the quantity or quality of timber/vegetative resource to be sold is expressly disclaimed by Government.
- 5. *BIDS* Sealed or written bids for not less than the advertised appraised price, per timber/vegetative resource must be submitted in duplicate to the District Manager who issued *Timber/Vegetative Resource Sale Notice*.
- (a) Sealed Bid Sales Bids will be received until time for opening which is set out in the Notice. Enclose both copies of bid with required bid deposit in a sealed envelope marked on the outside Bid for Timber/Vegetative Resource, time bid is to be opened, tract number, and legal description of land on which timber/vegetative resource is located. In event of a tie, the high bidder shall be determined by lot from among those who submitted the tie bids.
- (b) Auction Sales Submission of the required bid deposit and a written bid is required to qualify for oral bidding. Oral bidding shall begin from the highest written bid. No oral bid will be considered which is not higher than the preceding bid. In the event there is a tie in high written bids, and no oral bidding occurs, the bidder who was the first to submit his bid deposit and written bid shall be declared the high bidder. If the officer conducting the sale cannot determine who made the first submission of high tie written bids, the high bidder shall be determined by lot. High bidder must confirm his bid, in writing, immediately upon being declared high bidder.
- (c) Except as otherwise provided in 43 CFR 5442.2, bids will not be considered in resale of timber/vegetative resource remaining from an uncompleted contract from any person or affiliate of such person who failed to complete the original contract because of (1) cancellation for the purchaser's breach or (2) through failure to complete payment by expiration date.
- (d) When it is in the interest of the Government to do so, it may reject any and all bids and may waive minor deficiencies in bids or in sale advertisement.
- 6. *BID FORMS* All sealed, written bids, and confirmation of oral bids shall be submitted on forms provided by Government.
- (a) Lump Sum Sales Bids shall specify (1) Bureau of Land Management estimated volume, (2) price per unit, and (3) total purchase price. Estimated volume and price per unit are to be used for administrative and appraisal purposes only. Upon award of contract, high bidder shall be liable for total purchase price, including any adjustment which may be made as a result of reappraisal if an extension of time is granted, even though quantity of timber/vegetative resource actually cut, removed, or designated for taking is more or less than the estimated volume or quantity listed.
- (b) Timber Scale Sales Bids must state price per thousand board feet that will be paid for each species. High bidder will be determined by multiplying bid price per thousand board feet per species by Bureau of Land Management estimate of volume of each species. Purchaser shall be liable for purchase price of all merchantable timber sold under contract even though all such timber is not actually cut

- and removed prior to expiration of time for cutting and removal as specified in contract.*
- 7. BID DEPOSIT All bidders must make a deposit of not less than the amount specified in the Timber/Vegetative Resource Notice. Deposit may be in the form of cash, money orders, bank drafts, cashiers or certified checks made payable to the Department of the Interior BLM, bid bonds of a corporate surety shown on the approved list of the United States Treasury Department*, or any approved guaranteed remittance approved by the Authorized Officer. Upon conclusion of bidding, the bid deposit of all bidders, except high bidder, will be returned. The cash deposit of the successful bidder may be applied toward the required sale deposit and/or the purchase price. Cash not applied to the sale deposit or the purchase price, or a corporate surety bid bond, will be returned at the time the contract is signed by the Government.
- 8. AWARD OF CONTRACT Government may require high bidder to furnish such information as is necessary to determine the ability of bidder to perform the obligation of contract. Contract will be awarded to high bidder, unless he is not qualified or responsible or unless all bids are rejected. If high bidder is not qualified or responsible or fails to sign and return the contract together with required performance bond and any required payment, contract may be offered and awarded to the highest bidders qualified, responsible, and willing to accept the contract.
- 9. TIMBER/VEGETATIVE RESOURCE SALE CONTRACT To be executed by purchaser, has been prepared by Government, and may be examined in the District Manager's office.

10. PERFORMANCE BOND -

- (a) A performance bond in an amount of not less than 20 percent of total purchase price is required, but the amount of the bond shall not be in excess of \$500,000, except when the purchaser opts to increase the minimum bond to permit cutting prior to payment as provided in 43 CFR 5451.2, or in the event the purchaser is a holder of an unresolved default the bond may be increased as provided in 43 CFR 5450.1(b). Performance bond may be (1) bond of a corporate surety shown on approval list issued by the United States Treasury Department and executed on an approved standard form, (2) personal surety bond executed on an approved standard form if Government determines principals and bondsman are capable of carrying out the terms of the contract, (3) cash bonds, (4) negotiable securities of the United States, or (5) any guaranteed remittance approved by the Authorized Officer.
- (b) If purchaser elects to cut timber without skidding or yarding it to a loading point or removing it prior to the payment of the second or subsequent installments, Government shall require an increase in amount of performance bond initially required by an amount equal to the value of timber to be cut. Such increase must be on a bond rider form supplied by Government and be approved, in writing, by Government prior to cutting timber covered by the bond increase. This increased amount of bond shall be used to assure payment for timber cut in advance of payment.*
- 11. PAYMENT BOND If purchaser elects to (a) cut and remove timber, or (b) remove timber already cut which has been secured by an increased performance bond as provided in paragraph 10(b) above, before payment of the second or subsequent installments, Government shall require a payment bond on a form supplied by Government. Purchaser shall obtain written approval from Government of payment bond prior to cutting and/or removal of timber covered by the bond. Payment bond shall be used to assure payment for timber cut and/or removed in advance of payment.*
- 12. PAYMENT OF PURCHASE PRICE For sales of \$500 or more, Government may allow payment by installments. Except as discussed in paragraphs 10 and 11 above, no part of any timber/vegetative resource sold may be severed, cut, or removed unless advance payment has been made as provided in contract.
- 13. LIQUIDATED DAMAGES Within thirty (30) days from receipt of *Timber/Vegetative Resource Sale Contract*, the successful bidder shall sign contract and return it to Government, together with required bond and any required payment. If successful bidder fails to comply within the stipulated time, his bid deposit shall be retained by Government as liquidated damages.
- 14. *NINETY-DAY SALES* If no bid is received within time specified in the advertisement of sale and if Government determines that there has been no significant rise in the market value of timber/vegetative resource, it may, in its discretion, keep the sale open, not to exceed ninety (90) days.

^{*}Applies to Timber Only

- 15. UNAUTHORIZED USE OF GOVERNMENT PROPERTY A sale may be refused to high bidder who has been notified that he has failed to make satisfactory arrangements for payment of damages resulting from unauthorized use of, or injury to, property of the United States.
- 16. EQUAL OPPORTUNITY CLAUSE This contract is subject to the provisions of Executive Order No. 11246 of September 24, 1965, as amended, which sets forth the nondiscrimination clauses. Copies of this order may be obtained from the District Manager. 43 CFR 60-1.7(b) requires that the Equal Opportunity Compliance Report Certification will be completed by prospective contractors. Certification may be obtained from District Manager.
- 17. LOG EXPORT All timber offered for sale except as noted in the *Timber Sale Notice* is restricted from export from the United States in the form of unprocessed timber and cannot be used as a substitute for exported private timber. For the purpose of this contract, unprocessed timber is defined as: (1) any logs except the purpose 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 (8-3/4) inches in thickness; (3) split or round bolts or other roundwood not processed to standards and specifications suitable for end product use; 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. Timber manufactured into the following will be considered processed: (1) lumber and construction timbers, 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 remanufacture of eight and three quarters (8-3/4) inches in thickness or less; or (6) shakes and shingles. In event purchaser wishes to sell any or all of timber restricted from export in the form of unprocessed timber, the buyer, exchanges, or recipient shall be required to comply with contractual provisions relating to "unprocessed timber". Special reporting, branding and painting of logs may be included in contract provisions.*
- 18. DETAILED INFORMATION Detailed information concerning contract provisions, bid, performance bond forms, tract location maps, and access conditions may be obtained from the District Manager. All persons interested in bidding on the products listed are encouraged to familiarize themselves with all such detailed information.