

|  |  |   |   |  |              |
|--|--|---|---|--|--------------|
| <b>SOLICITATION/CONTRACT/ORDER FOR COMMERICAL ITEMS<br/>OFFEROR TO COMPLETE BLOCKS 12, 17, 23, 24, &amp; 30</b>  |  |   |   | 1. REQUISITION NUMBER  | PAGE OF PAGE |
| 2. CONTRACT NO.<br><b>AG-04H1-B-11-7121</b>  | 3. AWARD/EFFECTIVE DATE<br><b>05/17/2011 - 05/17/2014</b>  | 4. ORDER NUMBER   | 5. SOLICITATION NUMBER<br><b>AG-04H1-S-11-7001</b>  | 6. SOLICITATION ISSUE DATE<br><b>12/21/2010 10:30 PST</b>    |              |
| 7. FOR SOLICITATION INFORMATION CALL: <b>Leif Shjeflo</b>  |  |   | b. TELEPHONE NUMBER (No collect calls)<br><b>541-504-7380</b>   | 8. OFFER DUE DATE/ LOCAL TIME<br><b>02/25/2011 17:00 PST</b> |              |
| 9. ISSUED BY<br><b>USDA Forest Service</b><br><br><b>Leif Shjeflo</b><br><b>Redmond Air Center</b><br><b>1740 NE Ochoco Way</b><br><b>Redmond, Oregon, 97756</b>   |  |   | 10. THIS ACQUISITION IS <input type="checkbox"/> UNRESTRICTED OR <input checked="" type="checkbox"/> SET ASIDE: _____ % FOR:<br><input checked="" type="checkbox"/> SMALL BUSINESS <input type="checkbox"/> WOMEN-OWNED SMALL BUSINESS (WOSB) NAICS: <b>115310</b><br><input type="checkbox"/> HUBZONE SMALL BUSINESS <input type="checkbox"/> ECONOMICALLY DISADVANTAGED WOMEN-OWNED SMALL BUSINESS (EDWOSB) SIZE STANDARD: <b>\$ 17.5 million</b><br><input type="checkbox"/> SERVICE-DISABLED VETERAN-OWNED SMALL BUSINESS <input type="checkbox"/> 8(A) |  |              |
| 11. DELIVERY FOR FOB DESTINATION UNLESS BLOCK IS MARKED<br><br><input type="checkbox"/> SEE SCHEDULE   | 12. DISCOUNT TERMS   | 13a. THIS CONTRACT IS A RATED ORDER UNDER DPAS (15 CFR 700) <input type="checkbox"/>  |   | 13b. RATING  |              |
| 15. DELIVER TO   | 16. ADMINISTERED BY<br><b>Leif Shjeflo</b><br><b>Redmond Air Center</b><br><b>1740 NE Ochoco Way</b><br><b>Redmond, Oregon, 97756</b>                  | 14. METHOD OF SOLICITATION<br><input checked="" type="checkbox"/> RFQ <input type="checkbox"/> IFB <input type="checkbox"/> RFP |   |  |              |
| 17a. CONTRACTOR/OFFEROR<br><b>McNealy Excavating, Inc.</b><br><br><b>81 Dubalson Drive</b><br><b>Washougal, Washington, 98671</b><br><br>TELEPHONE NO. <b>360-772-1181</b>   | 18a. PAYMENT WILL BE MADE BY<br><br><b>Refer to Exhibit B</b>  |   |   |  |              |
| 17b. CHECK IF REMITTANCE IS DIFFERENT AND PUT SUCH ADDRESS IN OFFER <input type="checkbox"/>   |  |   | 18b. SUBMIT INVOICES TO ADDRESS SHOWN IN BLOCK 18a UNLESS BLOCK BELOW IS CHECKED <input type="checkbox"/> SEE ADDENDUM  |  |              |
| 19. ITEM NO.   | 20. SCHEDULE OF SUPPLIES/SERVICES  | 21. QUANTITY  | 22. UNIT  | 23. UNIT PRICE   | 24. AMOUNT   |
|  | <b>VIPR I-BPA for Heavy Equipment for Region 6 - Pacific Northwest Region</b><br><br><i>(Use Reverse and/or Attach Additional Sheets as Necessary)</i> |   |   |  |              |
| 25. ACCOUNTING AND APPROPRIATION DATA  |  |   | 26. TOTAL AWARD AMOUNT (For Govt. Use Only)   |  |              |
| <input checked="" type="checkbox"/> 27a. SOLICITATION INCORPORATES BY REFERENCE FAR 52.212-1, 52.212-4. FAR 52.212-5 ARE ATTACHED. ADDENDA   |  |   | <input checked="" type="checkbox"/> ARE <input type="checkbox"/> ARE NOT ATTACHED   |  |              |
| <input checked="" type="checkbox"/> 27b. CONTRACT/PURCHASE ORDER INCORPORATES BY REFERENCE FAR 52.212-4. FAR 52.212-5 IS ATTACHED. ADDENDA   |  |   | <input checked="" type="checkbox"/> ARE <input type="checkbox"/> ARE NOT ATTACHED   |  |              |
| <input checked="" type="checkbox"/> 28. CONTRACTOR IS REQUIRED TO SIGN THIS DOCUMENT AND RETURN <u>1</u> COPIES TO ISSUING OFFICE. CONTRACTOR AGREES TO FURNISH AND DELIVER ALL ITEMS SET FORTH OR OTHERWISE IDENTIFIED ABOVE AND ON ANY ADDITIONAL SHEETS SUBJECT TO THE TERMS AND CONDITIONS SPECIFIED |  |   | <input checked="" type="checkbox"/> 29. AWARD OF CONTRACT: REF. _____ OFFER DATED <b>05/17/2011</b> . YOUR OFFER ON SOLICITATION (BLOCK 5), INCLUDING ANY ADDITIONS OR CHANGES WHICH ARE SET FORTH HEREIN, IS ACCEPTED AS TO ITEMS:   |  |              |
| 30a. SIGNATURE OF OFFEROR/CONTRACTOR<br><b>/s/ William Flohr</b>   |  |   | 31a. UNITED STATES OF AMERICA (SIGNATURE OF CONTRACTING OFFICER)<br><b>/s/ Leif Shjeflo</b>   |  |              |
| 30b. NAME AND TITLE OF SIGNER (Type or print)<br><b>William Flohr -</b>  | 30c. DATE SIGNED<br><b>02/24/2011</b>  | 31b. NAME OF CONTRACTING OFFICER (Type or print)<br><b>Leif Shjeflo</b>   | 31c. DATE SIGNED<br><b>05/17/2011</b>   |  |              |

Schedule of Items

| Item Description                             | Equipment ID | Dispatch Center   | Rates         |
|--|--------------|-------------------|---------------|
| =====  |              |                   |               |
| VIN Number: 31X1164                          |              |                   |               |
| Dozer Type 2                                 | #94          | WA-CCC            |               |
|  |              | Daily Rate        | \$1257.00/Day |
|  |              | Mileage Rate      | \$6.00/Mile   |
|  |              | Transport Rate    | \$1100.00/Day |
|  |              | Double Shift Rate | \$2074.05/Day |
| License #: N/A                               |              |                   |               |
| License State: NA                            |              |                   |               |
| Make: Caterpillar                            |              |                   |               |
| Model: D6D                                   |              |                   |               |
| Model Year: 1969                             |              |                   |               |
| Insurance Policy Expiration Date: 07/21/2012 |              |                   |               |
| Location City: Washougal                     |              |                   |               |
| Location State: WA                           |              |                   |               |
| Flywheel Horsepower: 133                     |              |                   |               |
| Blade Type:Hydraulic Angle                   |              |                   |               |
| Winch:Yes                                    |              |                   |               |
| Grapple:No                                   |              |                   |               |
| Ripper:No                                    |              |                   |               |
| Low Ground Pressure:No                       |              |                   |               |
| Double Shift: Yes                            |              |                   |               |

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|  |     |                   |               |
|--|-----|-------------------|---------------|
| VIN Number: T0650HX883228                    |     |                   |               |
| Dozer Type 3                                 | #90 | WA-CCC            |               |
|  |     | Daily Rate        | \$1023.00/Day |
|  |     | Mileage Rate      | \$6.00/Mile   |
|  |     | Transport Rate    | \$1100.00/Day |
|  |     | Double Shift Rate | \$1687.95/Day |
| License #: N/A                               |     |                   |               |
| License State: NA                            |     |                   |               |
| Make: John Deere                             |     |                   |               |
| Model: 650H LT                               |     |                   |               |
| Model Year: 2000                             |     |                   |               |
| Insurance Policy Expiration Date: 07/21/2012 |     |                   |               |
| Location City: Washougal                     |     |                   |               |
| Location State: WA                           |     |                   |               |
| Flywheel Horsepower: 75                      |     |                   |               |
| Blade Type:6-Way Hydraulic                   |     |                   |               |
| Winch:No                                     |     |                   |               |
| Grapple:No                                   |     |                   |               |
| Ripper:Yes                                   |     |                   |               |
| Low Ground Pressure:No                       |     |                   |               |
| Double Shift: Yes                            |     |                   |               |

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| Item Description     | Equipment ID | Dispatch Center | Rates |
|----------------------|--------------|-----------------|-------|
| =====                |              |                 |       |
| VIN Number: 8FK00631 |              |                 |       |

|                  |     |        |                   |               |
|------------------|-----|--------|-------------------|---------------|
| Excavator Type 1 | #61 | WA-CCC | Daily Rate        | \$1569.00/Day |
|                  |     |        | Mileage Rate      | \$6.00/Mile   |
|                  |     |        | Transport Rate    | \$1600.00/Day |
|                  |     |        | Double Shift Rate | \$2588.85/Day |

License #: N/A  
 License State: NA  
 Make: Caterpillar  
 Model: L330  
 Model Year: 1994  
 Insurance Policy Expiration Date: 07/21/2012  
 Location City: Washougal  
 Location State: WA  
 Flywheel Horsepower:222  
 Clamshell Bucket:No  
 Up Down Blade:No  
 Steep Ground Excavator:No  
 Double Shift: Yes

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|                   |     |        |                   |               |
|-------------------|-----|--------|-------------------|---------------|
| VIN Number: 90727 |     |        |                   |               |
| Excavator Type 2  | #62 | WA-CCC | Daily Rate        | \$1386.00/Day |
|                   |     |        | Mileage Rate      | \$6.00/Mile   |
|                   |     |        | Transport Rate    | \$1320.00/Day |
|                   |     |        | Double Shift Rate | \$2286.90/Day |

License #: N/A  
 License State: NA  
 Make: Komatsu  
 Model: PC200LC-6  
 Model Year: 1996  
 Insurance Policy Expiration Date: 07/21/2012  
 Location City: Washougal  
 Location State: WA  
 Flywheel Horsepower:133  
 Clamshell Bucket:No  
 Up Down Blade:No  
 Steep Ground Excavator:No  
 Double Shift: Yes

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|                      |     |        |                   |               |
|----------------------|-----|--------|-------------------|---------------|
| VIN Number: PAB02698 |     |        |                   |               |
| Excavator Type 2     | #63 | WA-CCC | Daily Rate        | \$1386.00/Day |
|                      |     |        | Mileage Rate      | \$6.00/Mile   |
|                      |     |        | Transport Rate    | \$1320.00/Day |
|                      |     |        | Double Shift Rate | \$2286.90/Day |

License #: N/A  
 License State: NA  
 Make: Caterpillar  
 Model: 320CL  
 Model Year: 2004  
 Insurance Policy Expiration Date: 07/21/2012  
 Location City: Washougal  
 Location State: WA  
 Flywheel Horsepower:128  
 Clamshell Bucket:No

Up Down Blade:No  
Steep Ground Excavator:No  
Double Shift: Yes

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VIN Number: CBA1370

Excavator Type 3

#68

WA-CCC

|                   |               |
|-------------------|---------------|
| Daily Rate        | \$1074.00/Day |
| Mileage Rate      | \$6.00/Mile   |
| Transport Rate    | \$1100.00/Day |
| Double Shift Rate | \$1772.10/Day |

License #: N/A

License State: NA

Make: Caterpillar

Model: 312CL

Model Year: 2003

Insurance Policy Expiration Date: 07/21/2012

Location City: Washougal

Location State: WA

Flywheel Horsepower:90

Clamshell Bucket:No

Up Down Blade:No

Steep Ground Excavator:No

Double Shift: Yes

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Vendor Information

Company Name: McNealy Excavating, Inc.

DBA:

DUNS: 141065701

Company Address:

81 Dubalson Drive

Washougal, Washington, 98671

Mailing Address: same as above

Contact:

Name: William Flohr

Email: flohrws@wmconnect.com

Daytime Phone: 360-772-1181

Evening/After Hours Phone: 360-772-1181

Cell/Alternate Phone: 360-772-1181

Fax: 360-835-0288

Discount Terms:

none

Business Status

HUBZone: Y

Service-Disabled Veteran-Owned Small Business: N

8(a): N

Women-Owned Small Business: N

Economically Disadvantaged Women-Owned Small Business: N

LSA Flag: Y

Supporting Documentation

Has Insurance (other than Workers' Compensation): Yes

Has DOT inspection(s): Yes

Has Workers' Compensation Insurance: Yes

Workers' Comp. Insurance Expiration Date: 07/21/2012

Has sufficient employees: Y

Is registered in CCR: Y

Has completed ORCA: Y