

TIMBER SALE PROSPECTUS

Sale Name:	Behia Multi-Product Thin	Type of Sale:	Scaled
National Forest:	Plumas	Ranger District:	Beckwourth
Bidding Method:	Sealed Bid	Bid Guarantee:	\$600.00

Location of Bid Opening: Beckwourth Ranger District, 23 Mohawk Rd, Blairsden, CA 96103

Date: 09/10/2012

Time: 10:30 AM

1. INTRODUCTION. This prospectus furnishes prospective bidders with information not contained in the published advertisement and is designed to enable bidders to decide whether or not to further investigate the sale. The prospectus is not a legally binding document, but is offered to provide general information about a sale. The contract does not include descriptions, estimates, and other data in this prospectus, unless otherwise stated. In the event that the prospectus contains an error or contradicts the sample contract, the contract governs. Bidders are urged to examine the timber sale and make their own estimates. Timber sale Contract 2400-6 will be used. Inspect the sale area and the sample contract before submitting a bid. Obtain the appraisal, other information on the timber, and conditions of sale and bidding at Forest Service offices listed above and in the named attached advertisement.

2. BIDDING. This is a Sealed Bid sale. Bidders must submit sealed bids on prepared forms they can obtain from Forest Service offices listed above and in the attached advertisement. The forms include instructions for bidding and submission of the required certifications. A bid guarantee must be included with the bid in the form of cash, a bid bond on form FS-6500-13 (4/82) or later, certification of annual bid bond allocation on form FS-6500-13a (4/82) or later, an irrevocable letter of credit, a certified check, bank draft, cashiers check, official bank check, or bank or postal money order payable to the Forest Service, USDA in the amount specified above and in the bid form. The bid guarantee shall be returned to each bidder whose bid is not accepted.

Total Sale Value Bidding:

Prospective purchasers must submit bids in terms of the minimum acceptable total sale value. The bid form states minimum acceptable bid rates and estimated quantities of timber, together with the minimum acceptable total sale value. The advertised minimum acceptable total sale value is only for the biddable species, as listed on the bid form in the upper section of block 14. It does not include any non-biddable, fixed rate species listed in the lower section of block 14 titled "Required Removal at Fixed Rate. Only the Fixed Rate Applies." The bidder should enter the offer on the bid form only in terms of the total sale value. The Forest Service shall establish bid rates by species in the contract by multiplying each species' minimum acceptable bid rate by the bid increase percentage. Such rates will be rounded to the nearest cent. The bid increase percentage is the bidder's total sale value bid rate divided by the minimum acceptable total sale value. The total amount for stumpage is the volume of each biddable species multiplied by its bid rate, plus the volume of each fixed rate species multiplied by its fixed rate.

3. LOCATION AND DESCRIPTION OF TIMBER. Refer to the sample contract and sale area map attached to the sample contract for legal location of sale area, location of subdivisions, location of cutting units, the acreage of sale area, and the cutting unit acreage.

THE FOLLOWING GENERAL LOCATION, ROUTES OF ACCESS, ACREAGES, AND OTHER SPECIAL LOCATION DATA DO NOT SUPERSEDE THE SALE AREA MAP OR SAMPLE CONTRACT.

This sale is located approximately 5 miles north of Portola, CA, on the Plumas National Forest, Beckwourth Ranger District. To reach the sale area, travel 3 miles east from Portola on Highway 70, then north on County Road (CR) 112 (Grizzly Road). Take CR 112 seven mile north to intersection of CR 112 with West Street (CR 126). Go west on CR 126 approximately 2 miles until it intersects with Forest Service Road 24N10. Go about 3.5 miles north/northwest on the 24N10 to reach Subdivisions 1 and 2. The sale area is between Lake Davis and 24N10.

4. TIMBER QUANTITIES AND RATES. The quality, size, cut per acre, and product suitability of the timber are estimates based on detailed cruise information on file and available for inspection at the Forest Service offices listed above and in the advertisement. VOLUME QUANTITIES LISTED HEREIN ARE MADE AVAILABLE WITH THE UNDERSTANDING THAT VALUES SHOWN ARE FOREST SERVICE ESTIMATES AND ARE NOT GUARANTEED. For these reasons, bidders are urged to examine the timber sale area and make their own estimates.

THE MINIMUM ACCEPTABLE BID RATE IS STATED IN THE ATTACHED BID FORM. THESE RATES ARE EFFECTIVE AT THE TIME OF ADVERTISEMENT.

**Estimated Quantities and Minimum Acceptable Rates
per Unit of Measure**

Species	Product	Unit of Measure	Estimated Quantities	Average DBH	Minimum Acceptable Bid Rates	Base Rates	Required Deposits	
							Slash Disposal	Road Maintenance
Combined Softwood	Sawtimber	Ton	6,692.00	N/A	\$0.70	\$.70	\$0.06	\$0.00
Required Removal at Fixed Rates								
Combined Softwood	Grn Bio Cv	Ton	3,985.00	N/A	\$0.10	\$.10	\$0.06	\$0.00
	TOTAL	Ton	10,677.00				\$640.62	\$0.00

The minimum acceptable total sale value bid for advertised timber is \$4,684.40. It does not include any non-biddable, fixed rate species listed on the bid form in the lower section of block 14 titled "Required Removal at Fixed Rate. Only the Fixed Rate Applies." The total amount for stumpage is the volume of each biddable species multiplied by its bid rate, plus the volume of each fixed rate species multiplied by its fixed rate.

The bid rate for species and unit of measure are assigned under procedures for average bid premium bidding, as noted in this prospectus. This rate has been established by appraisal, with a cost allowance for the roads specified by the contract, if any. Required deposits for slash disposal and road maintenance are in addition to the advertised rates for timber.

Timber Subject to Agreement

Species	Product	Unit of Measure	Fixed Rates	Slash Disposal Deposits	Road Maintenance Deposits
Combined Softwood	Non-Saw	Ton			

Estimated Knutson-Vandenberg deposit for sale area improvement work in a total amount of \$3,395.00 is included in total timber value.

5. PERIOD OF CONTRACT. The normal operating season covers the period between 06/01 and 10/31. Contract termination date is 03/31/2016. Extensions of this contract may be granted only when the purchaser has met specified conditions.

If an appeal or lawsuit is filed challenging the decision to award this contract or upon determination by the Regional Forester that conditions existing on this timber sale are the same as, or nearly the same as, conditions existing on other timber sale(s) in appeal or litigation, Contracting Officer may delay award or reject all bids. If delay in award is for 30 days or more during Normal Operating Season after bid opening, Contracting Officer shall, upon award, adjust the contract term to include additional calendar days in one or more Normal Operating Seasons equal to the time award is delayed during Normal Operating Season.

The purchaser must submit a Plan of Operations to the Contracting Officer for approval before operations begin or within 60 days of sale award, whichever is earlier. The plan must show how the purchaser plans to complete the contract by the termination date. In addition to

the Plan of Operations, the purchaser must submit an annual Operating Schedule before commencing operations. This schedule will include the anticipated major activities and needs for harvest. This annual Operating Schedule does not require concurrence of the Forest Service.

6. PAYMENT. Payment for timber and any required deposits for slash disposal or road maintenance are required in advance of cutting. The Purchaser may transfer purchaser credit into the contract, or provide an acceptable payment guarantee prior to cutting. Payment for required deposits must be a cash payment. The purchaser shall make advance deposits in accordance with provision B(T)4.212 - Advance Deposits.

The high bidder whose bid is accepted shall, at the time the contract is signed and returned by the bidder, make a downpayment pursuant to Title 36, Section 223.49, of the Code of Federal Regulations. The Contracting Officer will notify the high bidder of the amount necessary to make this payment. In no case shall the downpayment be less than 10 percent of the total advertised value plus 20 percent of the bid premium. After receipt of the downpayment and a satisfactory performance bond and upon execution of the timber sale contract, the Forest Service will return the bid guarantee. A cash bid guarantee may be applied to the downpayment at the request of the purchaser. The purchaser cannot apply the amount deposited as a downpayment to cover other obligations due on the sale until conditions stated in the contract for release of downpayment have been met. Refer to the sample contract for the specific conditions.

By the midpoint between award date and the termination date, the purchaser shall have paid for, or in lieu thereof, deposited cash in the greater amount of: (1) 50 percent of the total estimated bid premium, or (2) 35 percent of the total estimated sale value at bid date, exclusive of required deposits, rounded up to the next \$100.

By the midpoint of the last normal operating season, or 12 months from the initial periodic payment, whichever date is first, the purchaser shall have paid for, or in lieu thereof, deposited cash in the amount of 75 percent of the total estimated sale value at bid date, exclusive of required deposits, rounded up to the next \$100.

7. PERFORMANCE BOND. A performance bond is required. The penal sum of the bond will be 10 percent of the total bid value of the sale, rounded up to the nearest \$100 when the total bid value is \$10,000 or less; and rounded up to the nearest \$1,000 when the total bid value exceeds \$10,000 or \$600.00 whichever is greater. If an irrevocable letter of credit is used to secure the performance bond, the termination of the letter of credit must be at least 6 months past the contract termination date.

Purchaser may request inclusion of provision C(T)4.33 - Performance Bond as Security for Felled Timber to authorize deferment of payment for timber felled, but not removed, up to the penal sum of the performance bond. Contracting Officers must increase the penal sum of the performance bond as necessary to cover the estimated values of timber to be felled, but not removed. If the value of down timber exceeds the penal sum, the excess value must be covered by cash deposit or by payment bond.

8. SPECIFIED ROADS. Not Applicable.

9. ROAD MAINTENANCE. Purchaser shall perform or pay for road maintenance work, commensurate with purchaser's use, on roads controlled by Forest Service, and used by purchaser in connection with this sale. Road maintenance requirements are based on the predicted haul route. Any change in the purchaser's actual haul route may necessitate a change in the roads to be maintained and/or in the amount of required deposit for road maintenance. Required deposits for road maintenance are listed in Section 4 and in the sample contract. Maintenance specifications are in the sample contract.

10. INAPPLICABLE STANDARD PROVISIONS. See sample contract.

11. SPECIAL PROVISIONS. See sample contract.

12. SET-ASIDE SALES. Not Applicable.

13. LOG EXPORT AND SUBSTITUTION RESTRICTIONS. The contract requires domestic processing of included timber except for species declared to be surplus, and prohibits the use of such included timber in substitution for unprocessed private timber exported. The bidder, by signing the bid for advertised timber, certifies compliance with the applicable prohibitions against export and substitution prescribed in the Forest Resources Conservation and Shortage Relief Act of 1990, as amended (16 U.S.C. 620, *et seq.*) with

each bid.

14. EQUAL EMPLOYMENT OPPORTUNITY COMPLIANCE REVIEW. If the total bid value plus required deposits for this contract exceeds \$10 million, before award, the Forest Service shall request an equal employment opportunity compliance review of the high bidder to determine compliance with the provisions of Executive Order 11246 of September 24, 1965, as amended by Executive Order 11375 of October 13, 1967 and Executive Order No. 12086 of October 5, 1978.

15. AWARD. The Contracting Officer is required to make a determination of bidder responsibility as stated in Title 36, Section 223.101, of the Code of Federal Regulations.

To determine a purchaser to be responsible, a Contracting Officer must find that:

- a. The purchaser has adequate financial resources to perform the contract or the ability to obtain them;
- b. The purchaser is able to perform the contract within the contract term taking into consideration all existing contracts and Governmental business commitments;
- c. The purchaser has a satisfactory performance record on timber sale contracts. A prospective purchaser that is or recently has been seriously deficient in contract performance shall be presumed not to be responsible, unless the Contracting Officer determines that the circumstances were beyond the purchaser's control and were not created through improper actions by the purchaser or affiliate, or that the purchaser has taken appropriate corrective action. Past failure to apply sufficient tenacity and perseverance to perform acceptably under a contract is strong evidence that a purchaser is not a responsible contractor. The Contracting Officer shall consider the number of contracts involved and extent of deficiency of each in making this evaluation;
- d. The purchaser has a satisfactory record of integrity and business ethics;
- e. The purchaser has or is able to obtain equipment and supplies suitable for logging the timber and for meeting the resource protection provisions of the contract;
- f. The purchaser is otherwise qualified and eligible to receive an award under applicable laws and regulations.

Bidders, by signing the bid form, certify that, to the best of bidder's knowledge the bidder will meet the requirements in 36 CFR 223.101, determination of purchaser responsibility, and, if awarded this contract, that bidder will complete the timber sale contract and any modifications thereof in accordance with its terms including requirements to purchase, cut, and remove included timber.

16. FALSE STATEMENTS ACT. Bidders, by signing the bid form, certify that they are aware that bidder is subject to the penalties prescribed in 18 U.S.C. 1001, Chapter 47, Fraud and False Statements (P.L. 104-45). The Act states "whoever, in any matter within the jurisdiction of any department or agency of the United States knowingly and willfully falsifies, conceals or covers up by any trick, scheme, or device a material fact, or makes any false, fictitious or fraudulent statements or representations, or makes or uses any false writing or document knowing the same to contain any false, fictitious or fraudulent statement or entry, shall be fined under this title or imprisoned not more than 5 years, or both."

17. DAMAGES. This contract shall be terminated for breach pursuant to paragraph 16, 19, and/or 21 of the bid form and the terms of the sample contract if: 1) bidder fails to execute a timber sale contract, furnish a downpayment, or furnish a satisfactory performance bond within 30 days of the award letter's date; or 2) bidder is found to have violated the False Statements Act in making any statement or certification on the bid form including not meeting purchaser responsibility requirements, and bidder has made a false statement. The bid guarantee shall be retained, in whole or in part, by the Forest Service to satisfy any damages that may be assessed.

18. SUSPENSION AND DEBARMENT CERTIFICATION. Non-procurement debarments and suspensions are governed by the Government-wide common rules (7 CFR 3017).

These rules require each timber sale purchaser, to submit a certification for itself, its principals, and its affiliates when bidding on sales. The bidder must designate its status regarding debarment, suspension, and other matters as specified on the bid form. The bidder, by signing the bid form, certifies this status. An explanation for not submitting a certification may be submitted. The Contracting Officer will determine whether the explanation provides sufficient reason for permitting participation in the bidding. Also, as a timber sale purchaser enters into transactions with subcontractors, these subcontractors must certify their eligibility. The certification titled "Subcontractor Certification Regarding Debarment, Suspension, Ineligibility, and Voluntary Exclusion" must be provided to subcontractors, but completed certifications are not required to be submitted with bid forms. Purchaser must keep these subcontractor certification forms on file for review by the Forest Service, if requested.

The certification forms and instructions for subcontractor transactions are provided as an addendum to the bid form.

19. OCCUPATIONAL SAFETY AND HEALTH ADMINISTRATION (OSHA) LOGGING REGULATIONS. Conduct of operations on this timber sale is subject to inspection for compliance with the logging operations regulations at 29 CFR 1910.266 by OSHA. This standard is applicable to the entire logging industry wherever logging operations occur. Information is available to assist purchasers to ensure compliance with the logging operations regulations during conduct of this timber sale from the U.S. Department of Labor, Occupational Safety and Health Administration, OSHA, California Department of Industrial Relations, 1515 Clay Street, Suite 1901, Oakland, California 94612.

20. GENERAL.

The Behia Multi-Product Thin is weight scaled sale comprised of 2 Subdivisions. The combined sampling error for sawlog is 42.43%, non-saw is 22.23% and the total combined sampling error for the entire sale is 31.38%.

The sale must be completed within three years, by the 03/16/2016.

This sale is located approximately 5 miles north of Portola, CA, on the Plumas National Forest, Beckwourth Ranger District. To reach the sale area, travel 3 miles east from Portola on Highway 70, then north on County Road (CR) 112 (Grizzly Road). Take CR 112 seven miles north to intersection of CR 112 with West Street (CR 126). Go west on CR 126 approximately 2 miles until it intersects with Forest Service Road 24N10. Go about 3.5 miles north/northwest on the 24N10 to reach Subdivisions 1 and 2. The sale area is between Lake Davis and 24N10.

This sale is comprised of approximately 6,692 green tons (GT) (2,122.04 CCF/1,139.14 MBF) of sawlogs and 3,985 GT (1,449 CCF) biomass located on 140 acres. All subdivisions are Individual Tree Selection (ITS). All subdivisions are required to be mechanical thinned with some hand falling. In addition, there is an unestimated quantity of Non-Saw (Product 08) such as dead and down available under "Timber Subject to Agreement-C2.11#".

C2.21# UTILIZATION, REMOVAL, AND AMOUNT PAYABLE FOR NON-SAWTIMBER. (5/2008): Notwithstanding B2.2, Purchaser is required to pay for, cut, and remove the Non-Sawtimber Products of Included Timber listed in A2 and those Non-Sawtimber Products listed in the following table, unless otherwise agreed. This includes cull logs, which are accounted as combined softwood (CS).

C2.35# Designation of Timber, Cutting Unit Boundaries, and Subdivision/PAYMENT UNIT Boundaries (6/2012): Sawtimber (11.0"-29.9" DBH) is marked with green tracer paint near DBH with two stump marks on each side of the tree near ground level. Non-saw (3.0"-10.9" DBH live and standing dead trees from 3.0"- 14.9" DBH) is by Designation by Spacing (C2.351#).

Boundary Designation-All subdivisions are flagged in blue with trees marked in orange tracer paint and orange/black signs. The paint is designated with 2-3 dots that face into the unit along with side bars which are placed on each side of the tree and face towards the next boundary tree. **DO NOT CUT BOUNDARY TREES.**

C5.12# USE OF ROADS BY PURCHASER. (6/99): There will be no hauling on West Street (PC 126) past the junction of PC 126 and 24N10, southward directly towards Portola. Hauling is allowed on Grizzly Road (PC 112) and Forest Service Road 24N10.

C6.24# SITE SPECIFIC SPECIAL PROTECTION MEASURES. (4/04): Cultural Resource Protection Measures-Boundary sites are designated with red/black stripe flagging (may fade to orange/black over time). Sites may have red/black 3x4 tags with "CA" written on them. Site locations are recorded on the Heritage Resource Map (map 3 of 3 of the Sale Area Map (SAM)). All sites will be avoided by all purchaser's operations.

Report and protect all wildlife guzzlers.

Wildlife trees may have tags with Wildlife Tree on them, a W painted in white tracer paint and/or green/black flagging.

For the protection of Aquatic Species: at any approved water drafting site, the use of a FGM 5161 or other similar foot valve with opening less than 2 mm will be required. Additionally, the foot valve shall be placed in the deepest section of the water source in a shovel, or plastic/canvas bucket after the site has been inspected for frogs and their eggs.

For the protection of Botanical Resources: Boundary sites are designated with blue/black stripe flagging and have red/black 3x4 tags with CA written on them (sites are behind signs). All sites will be avoided by all project operations. Contact Sale Administrator before drafting water from development site at Camp 5 as to avoid noxious weeds depicted on SAM. No operations permitted with zones flagged in orange having Noxious Weeds printed on flagging.

C6.315# SALE OPERATIONS SCHEDULE. (8/2006): In subdivisions 1 and 2 - Protection of soil resources: Operations may occur when soil is dry; that is, soil moisture in the upper 8 inches is not sufficient to allow a soil sample to be squeezed and hold its shape, or will crumble when the hand is tapped.

In subdivisions 1 and 2 -Winter Operations: may occur only when the ground is frozen to a depth of 5 inches or snow depth is at least 18 inches or is compacted by equipment to 8 inches.

For the accountability for sales having two products with different pricing - Purchaser shall deck separately Sawtimber and Biomass (Grn Bio Cv) products prior to the removal of products from the landing. Product decks shall be removed from the Sale Area in separate operations with all sawtimber removed from each landing prior to the removal of Biomass (Grn Bio Cv). Forest Service shall inspect and approve utilization and removal of Sawtimber products prior to the initiation of Biomass (Grn Bio CV) Product removal on a landing-by-landing basis.

In all subdivisions – Timely treatment of biomass: All Biomass (Grn Bio Cv) material shall be skidded to the landing within 30 days after the last sawlog has been removed within that particular subdivision.

Wildlife: There is an Limited Operating Period (LOP) in Subdivision 1 extending from November 1 to August 31.

C6.815 THIRD PARTY SCALING SERVICES. (4/04): This timber sale contract has been designed for Third Party Scaling and includes C6.815-Third Party Scaling Services. Under this provision, the Purchaser shall bear and administer the cost of scaling services.

C7.22# EMERGENCY PRECAUTIONS. (06/2012) The Project Activity Level (PAL), an industrial operation's fire precaution system, will be used for this sale. The Boulder Creek SIG will be used to calculate the Project Activity Level. The "normal operating season" is from June 1 to October 31. The Expected Days per Month at each PAL value for the "normal operating season" has been calculated as - May: 3 days (Level C), 0 days for the other PAL levels; June: 2 days (Level A), 3 days (Level B), 15 days (Level C), 4 days (Level D), 4 days (Level Ev), 0 days (Level E); July: 7 days (Level C), 11 days (Level D), 12 days (Level Ev), 0 days for the other PAL levels; August: 3 days (Level C), 8 days (Level D), 13 days (Level Ev), 0 days for the other PAL levels; September: 0 days (Level A), 1 day (Level B), 7 days (Level C), 9 days (Level D), 11 days (Level Ev), 1 day (Level E); October: 2 days (Level A), 3 days (Level B), 16 days (Level C), 3 days (Level D), 1 day (Level Ev), 0 days (Level E). These values were calculated from actual PAL days from the year 2005 to 2010. Days have been rounded to whole numbers.

Notice of Similar Litigation: Bidders are hereby put on notice that the Grizz EA NEPA document and associated decision for the Behia Multi-Product Thin Timber Sale, are currently involved in litigation in the case of 2004 Sierra Nevada Forest Plan Amendment (SNFPA). While the NEPA document and associated decision for this sale are not currently involved in litigation, this sale involved issues similar to those being litigated in 2004 SNFPA. Consequently, this sale may be affected by that lawsuit, potentially resulting in contract suspension, modification, or termination. The contract provides for limited remedies in cases of suspension, modification, or termination, due to litigation.

"THE USDA IS AN EQUAL OPPORTUNITY PROVIDER AND EMPLOYER"

C5.35# ROAD AND WATER SUPPLY USE. Purchaser shall make Required Surface Replacement Deposits of \$1.17 per TON.