

MINUTE ITEM

This Calendar Item No. 35
was approved as Minute Item
No. 35 by the State Lands
Commission by a vote of 2
to 0 at its 4-27-78
meeting.

CALENDAR ITEM

35.

4/78
W 21582
Shimer
PRC 5475

ACCEPTANCE OF THE BID OF \$4,350 AND
AUTHORIZATION TO ENTER INTO A TIMBER SALE AGREEMENT WITH
CROMAN CORPORATION FOR THE SALE OF FIRE-KILLED TIMBER IN
LOT 1, SECTION 16, T10N R8E, 4M

At its meeting of September 29, 1977, the State Lands Commission authorized the staff to negotiate a temporary cutting line agreement with the United States Forest Service and to solicit bids for the sale of salvageable timber on a 33 acre parcel of State school land that had been burned over in the August 1977 Hog Fire.

A cutting line agreement has been negotiated with the United States Forest Service and its approval is the subject of another agenda item on the April calendar.

The staff advertised for bids for purchase of the timber and as of 10:00 a.m. April 18, 1978, the date and time for opening of bids, only 1 bid had been received. The bid was submitted by Croman Corporation of Medford, Oregon, whose bid was over 3 times the minimum bid specified. Croman Corporation is also the successful bidder in the purchase of over 8 million board feet of Federal fire-killed timber surrounding the State's timber. The bids on the State and Federal timber were similar considering volume and logging conditions. Because of steep slopes and unstable soils, the area must be logged by helicopter which increases costs and lessens stumpage values.

The Hog Fire burned over 50,000 acres and killed an estimated total of 400 million board feet of merchantable timber, mostly on Federal land. Timely salvage of the fire-killed timber is essential to prevent loss of forest products through insect attack and decay. The sale of the State's salvageable timber is timed to coincide with salvage logging operations on surrounding Federal lands.

OTHER PERTINENT INFORMATION:

1. An EIR is not required. This project is an emergency action to prevent or mitigate loss through the salvage of fire-killed timber.
2. This project is on school land not identified as possessing significant

1

1

CALENDAR ITEM NO. 35. (CONTD)

environmental values. A staff review of available environmental information indicates no reason to identify the parcel as having such values at this time.

EXHIBIT: A. Location Map.

IT IS RECOMMENDED THAT THE COMMISSION:

1. DETERMINE THAT AN EIR HAS NOT BEEN PREPARED FOR THIS ACTIVITY AS SUCH REPORT IS NOT REQUIRED UNDER THE PROVISIONS OF PRC 21172, 14 CAL. ADM. CODE 15071 AND 2 CAL. ADM. CODE 29031a).
2. ACCEPT THE BID OF CROMAN CORPORATION IN THE AMOUNT OF \$4,350 AND AUTHORIZE THE STAFF TO ENTER INTO A TIMBER SALE AGREEMENT WITH CROMAN CORPORATION FOR THE SALE OF 435 MBF FIRE-KILLED TIMBER IN LOT 1, SECTION 16, T10N R8E, HM, UPON PAYMENT THEREIN IN FULL OF THE BID PRICE AND THEIR FURNISHING A PERFORMANCE BOND IN THE AMOUNT OF \$1,000, Siskiyou County.

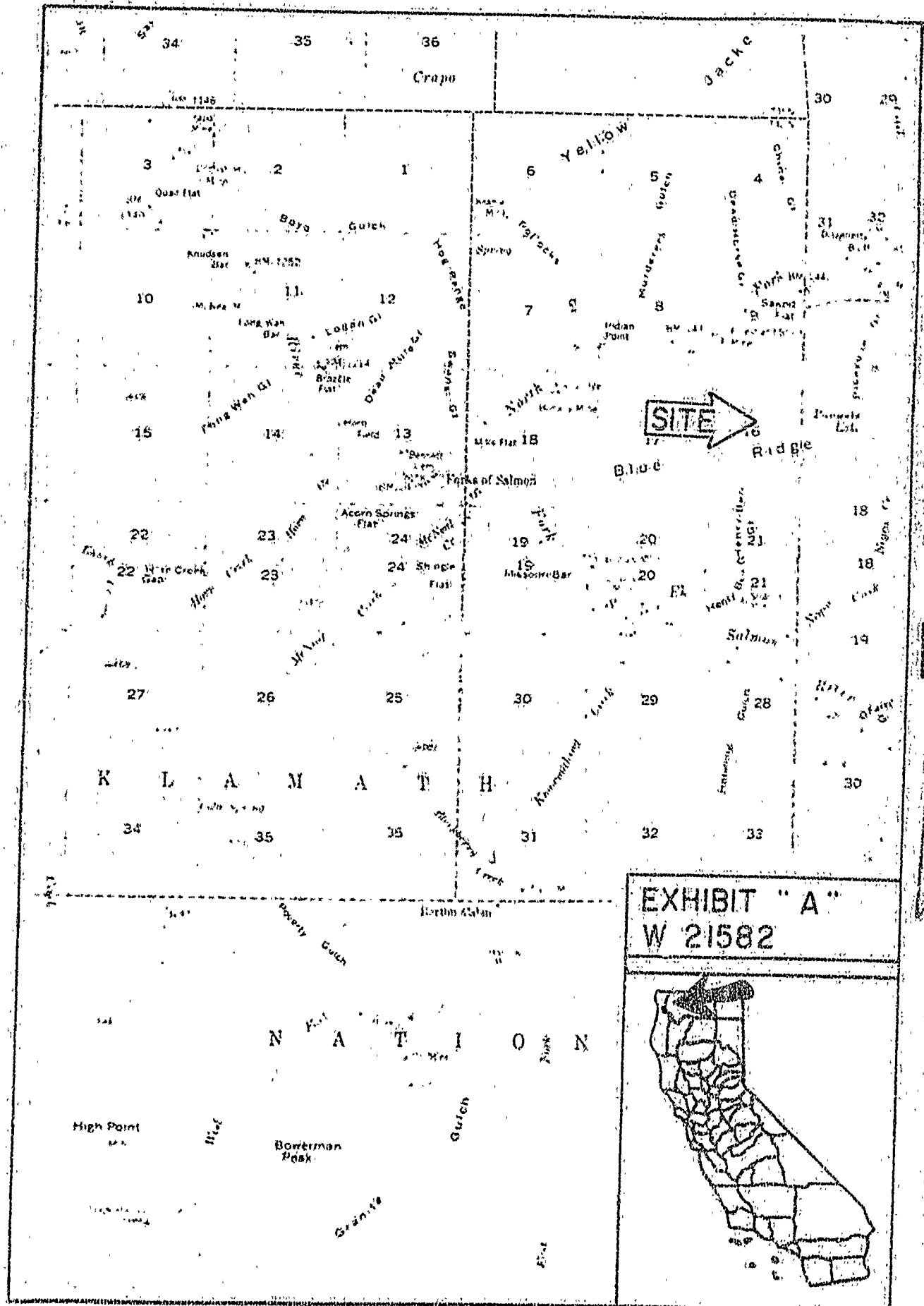


EXHIBIT "A"
W 21582

