MINUTE ITEM

8/29/74 PJF 25. CONTRACT WITH SIERRA PACIFIC INDUSTRIES, SCHOOL LAND IN PLUMAS COUNTY - W 20796, PRC 4950.1.

After consideration of Calendar Item 24 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION:

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- 1. ACCEPTS THE BLD FOR THE SALE OF FIRE-DAMAGED MERCHANTABLE TIMBER ON A PORTION OF SECTION 16, T 25 N, R 15 E, MDM, PLUMAS COUNTY, SUBMITTED BY SIERRA PACIFIC INDUSTRIES IN THE AMOUNT OF \$228,907.50.
- 2. AWARDS THE TIMBER SALE TO SIERRA PACIFIC INDUSTRIES.
- 3. AUTHORIZES THE EXECUTIVE OFFICER TO ENTER INTO A TIMBER SALE AGREEMENT PURSUANT TO THE TIMBER SALE AWARD.

Attachment: Calendar Item 24 (2 pages)

> (Rev. at 10/3/74 State Lands Commission meeting)

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CALENDAR ITEM

8/74 PJF V 20796

24.

CONTRACT WITH SIERRA PACIFIC INDUSTRIES, PLUMAS COUNTY

During the week of June 26, 1974, a forest fire started in the Plumas National Forest. Before the blaze was extinguished, it swept across a section of State-owned school land, Section 16, T 25 N, R 15 E, MDM, in Plumas County, burning much of the standing timber. The damaged timber is located on approximately 350 acres within the north one-half $(N/_2)$ and the north one-half of the southwest one-quarter $(N/_2 \text{ of } SW/_4)$ of this section.

It is estimated by the Division staff that 1,485 thousand board feet of Pondeross and Jeffrey Pine and 876 thousand board feet of White Fir remain as merchantable timber within the fire area.

Under these conditions, it is in the best interests of the State to attempt to sell this damaged timber as soon as possible so as to minimize the losses already incurred as a result of the fire.

The Division advertised for bids in several Northern California newspapers, and mailed sale notices to over a dozen lumber companies in the State.

On August 13, 1974, the closing date advertised for the receipt of bids, the sole bid received was opened. This bid, submitted by Sierra Pacific Industries, was greater than the minimum advertised figure and as a result, the staff recommends that the bid be accepted and that this firm be awarded the sale.

One of the sale conditions is that the full amount of the purchase price be paid in full prior to the execution of the Timber Sale Agreement by the State. Staff Counsel have determined that this timber sale qualifies as an emergency project under Section 15071(c) of the Resources Agency Guidelines and that no environmental impact report is required.

EXHIBITS: A. Land Description. B. Location Map.

IT IS RECOMMENDED THAT THE COMMISSION:

- 1. ACCEPT THE BID FOR THE SALE OF FIRE-DAMAGED MERCHANTABLE TIMBER ON A PORTION OF SECTION 16, T 25 N, R 15 E, MDM, PLUMAS COUNTY, SUBMITTED BY SIERRA PACIFIC INDUSTRIES IN THE AMOUNT OF \$228,907.50.
- 2. AWARD THE TIMBER SALE TO SIERRA PACIFIC INDUSTRIES.
- 3. AUTIORIZE THE EXECUTIVE OFFICER TO ENTER INTO A TIMBER SALE AGREEMENT PURSUANT TO THE TIMBER SALE AWARD.

Antachment: Exhibit "A"

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EXHIBIT "A"

W 20796

A parcel of State school land situate in the County of Plumas, State of California, being more particularly described as follows:

The N½ and the N½ of the SW4 of Section 16, T 25 N, R 15 E, MDM.

END OF DESCRIPTION

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