NOTICE OF SALE

Department of Natural Resources & Conservation Timber Sale

The Luke Mountain 2 Timber Sale is located within Section 16, T10N-R9W on the State's Anaconda Unit. Approximately 24,269 tons, consisting primarily of Douglas-fir sawlogs, are offered for sale.

Sealed bids will be opened at the Department of Natural Resources & Conservation, 2705 Spurgin Road, Missoula, Montana on **August 31, 2021 at 2:00 p.m.** Bids may be hand delivered or mailed and will be accepted any time prior to the bid opening. **DNRC recommends that bidders contact the Trust Land Management Division (406-542-4300) prior to the bid opening to ensure that your bid has been received.** Bids must be accompanied by a deposit of **\$28,953.00**, in cashier's check, certified check, bank money order or bank draft to be applied to the first sale invoice for the successful bidder. Bid bonds will be accepted and, for the successful bidder, will be closed upon execution of the Timber Sale Contract and Timber Sale Bond.

If the successful bidder is unable to execute the contract within **30** calendar days from the date the sale is awarded, the bid deposit will be retained by the Department as liquidated damages. The right is reserved to reject any or all bids.

Prospective bidders can obtain the sale prospectus, sale contract and bid forms from the Department of Natural Resources & Conservation, Trust Land Management Division, in Missoula (406-542-4300).

Visit our website at <u>http://dnrc.mt.gov/divisions/trust/forest-management/timber-sale-information</u> for upcoming sales and bid results.

TTIMBER SALE PROSPECTUS MONTANA DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION

Timber	Sale Name:	LUKE MOUNTAIN 2				
Timber Sal	e Location:	Approximately 6 miles West of Avon, MT				
For specific sale information, contact: Brian Robbins						
Phone	Phone 406-563-6078 Unit Office: Anaconda					
For copies of the Timber Sale Contract and bid forms, contact:						
Phone	406-542-430) Forest Management Bureau	DNRC Missoula Office			
Phone	406-542-420) Southwestern	Land Office			

General Bidding Information

- 1. Bids must be submitted on standard Department of Natural Resources & Conservation (Dept) bid forms.
- 2. Timber will be sold to the highest responsible bidder; however, the Dept reserves the right to reject any or all bids.
- 3. The Dept recommends that bidders contact the Forest Management Bureau, Trust Land Management Division (542-4300) prior to the bid opening to ensure that your bid has been received.
- 4. A **Bid Guarantee** must accompany all bids and must be in the form of cash, cashiers check, certified check, money order, bank draft, surety bond or irrevocable letter of credit.
- 5. The Purchaser must submit a **Performance Bond** to the Dept within a maximum of 30 days of notification of sale award. The bond amount is shown in the sample contract. The performance bond may be in the form of cash, irrevocable letter of credit, surety bond or certificate of deposit. The performance bond must be maintained separately from other payments for the duration of the sale contract. See the Timber Sale Contract for additional information.
- 6. The purchaser must submit an **Advance Stumpage Payment** prior to cutting any timber. The amount of the advance stumpage payment will be based on the expected harvest rate and the bid value of the stumpage. The advance stumpage payment may be in the form of cash, irrevocable letter of credit, payment bond or certificate of deposit.
- 7. At rates specified in the Contract, the purchaser will pay **Forest Improvement Fees** on all sawlog volume. All applicable **Road Use and/or Maintenance fees** will also be paid by the Purchaser in addition to stumpage payments.
- 8. This sale is being sold based on the gross weight of all species. Minimum price and bid price are on a per ton basis. Unless specified, the price applies to all species, green and dead. Price may vary by product. Billing will be based on gross weight. A weight ticket from a certified scale is required for each load hauled, regardless of product type.
- 9. The Dept has estimated the net scale merchantable sawlog volume to be available for purchase under this contract. Other products may be part of this sale. All delivered wood will be weighed and billed at per ton bid rates. The Dept recognizes that a percentage of delivered wood may not meet the log manufacturing and recovery standards of the timber sale contract. The actual percentage will vary based on the log manufacturing and recovery specifications of the purchaser and tree conditions in the sale area. The actual delivered weight may vary, resulting in an overrun or under-run of the estimated tonnage. <u>The Dept strongly recommends that bidders evaluate these effects before bidding.</u>
- 10. The Dept does not conduct detailed road appraisals. All appraised costs are gross estimates or averages, provided only to show the relative amount of work required, and not the true market value. <u>The Dept strongly recommends that bidders make their own estimates based on contract requirements</u>. Cost estimates provided are not guaranteed.
- 11. Bidders are encouraged to examine the complete Timber Sale Package and Sale Area prior to bidding. Additional information is available at the phone numbers shown above.
- 12. Estimates for sale volume, species percents, defect, product class, etc. provided in this prospectus and volume estimates listed in the sale contract <u>are not guaranteed.</u>
- 13. <u>This prospectus is provided for information purposes only.</u> If the prospectus is in error or contradicts the Timber Sale Contract, the contract governs.

Additional Sale Information:

- 1. Access to sale area is from the Gimlet Creek Road, approximately 3 miles north of Avon, Montana. Gimlet Creek is a county road up to Bignell/Tavenner residence. Please drive very slow and cautious in the vicinity of the houses for dust control and safety.
- 2. Access road can be extremely muddy under wet conditions. If conditions are wet, please use ATV/UTV for entry.
- 3. There is a locked gate at the junction of Benson/Beck property line. Please call Brian Robbins at the Anaconda Unit Office for combination and access, phone 406-563-6078. Please keep gate closed.
- 4. Cattle may be present so leave gates as you find them.

Timber Sale Information Sheet Montana Department of Natural Resources and Conservation

LUKE MOUNTAIN 2 TIMBER SALE										
Timber Sale Cruise Data										
SPECIES	PP	DF	WL	LP	ES	WF	CE	WP	Dead	TOTAL or AVE
Minimum Bid per ton										\$23.86
Pounds per cubic foot										
Estimated tons of sawlogs (5.6" top DIB)		22,283		605					1,381	24,269 tons
Estimated tons of other material (pulp, etc)		1000		1000					1000	3,000 tons
Gross MBF (Scribner 5.6" top DIB)		3,888		121					419	4,428 MBF
% Cull and Breakage		15		34					37	17.9%
Net MBF (Scribner 5.6" top DIB)		3,291		80					266	3,637 MBF
Average logs per MBF		26		41					40	0.0 logs/M
Average DBH		13.1		9.7					10.5	0.0 in.
Average tons per acre harvested in leave-tree ma	rked units								\longrightarrow	53 tons/ac
Average tons per acre harvested in cut-tree-marked units						0 tons/ac				
Average MBF to cut per acre on the timber sale						8.0 MBF/ac				
Range of cut trees per acre based on unit cruise						125				
Calculated Sampling Error: Total cruised volume will fall between 3,260 and 4,013 Net MBF in 9 out of 10 cruises					10.3%					
Tons Per Thousand Board Feet										
Contract Value - Estimated tons hauled per thousand Scribner board feet 24,269 estimated tons to a 5.6 inch top / 3,637 Net MBF Scribner to a 5.6 inch top DIB					6.67 tons/MBF					

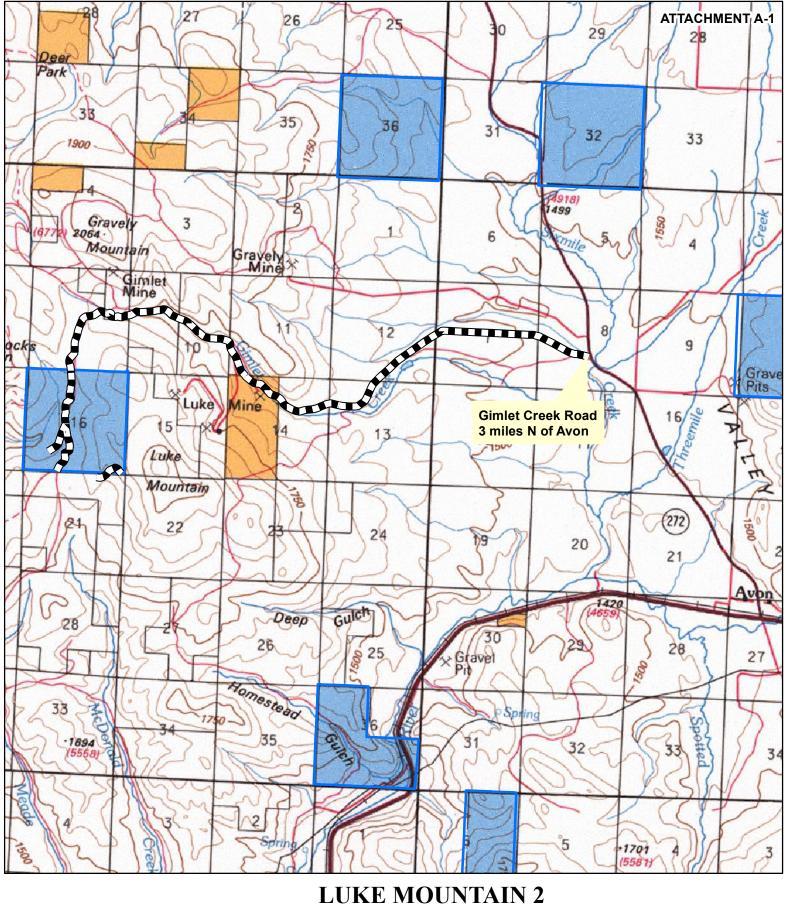
Contract Information				
Contract Termination Date:	12/1/2024			
Operating Period:	6/15 - 3/1 depending upon soil moisture.			

Logging Information						
% of volume logged by clearcut or seed tree cut	00%					
% of volume logged with tractors	100%					
% of volume logged by skyline	00%					
% of volume logged by other system (specify)	00%					
Yarding distance tractor (average)	500 ft.					
Yarding distance skyline (average)	0 ft.					
Yarding distance other system (specify)	0 ft.					
Estimated haul distance (paved)	10.0 miles					
Estimated haul distance (unpaved)	29.0 miles					

Purchaser fees and estimated costs					
Forest Improvement fee perMBF	\$24.25/MBF				
Forest Improvement fee per ton	\$3.64/ton				
Forest Improvement fee estimated total	\$88,339.16				
Forest Improvement fee quarterly installment	\$14,723.19				
Estimated Purchaser-do FI total \$	\$0				
Estimated Purchaser-do FI per ton	\$0.00/ton				
Estimated Purchaser-do slash disposal work total	\$5,000.00				
Estimated Purchaser-do slash disposal work per ton	\$0.21/ton				

Road development and maintenance fees and estimates					
Estimated road development cost total	\$54,160				
Estimated road development cost per ton	\$2.23/ton				
Estimated road development cost perMBF	\$14.89/MBF				
Estimated Purchaser-do road maintenance cost total	\$10,000				
Estimated Purchaser-do road maintenance cost per ton	\$0.41/ton				
Private road maintenance charges per ton	\$0.00/ton				
USFS road maintenance charges per ton	\$0.00/ton				
Miles of road construction	4.1 miles				
Miles of road reconstruction	0.3 miles				
Miles of road with site improvements	4.7 miles				
Miles of road reclamation or abandonment	0.0 miles				
Miles of road maintenance and blading	4.7 miles				

Unit harvest volume								
Unit #	Acres	Est Tons	Est MBF	Harvest Deadline				
1-A	56							
1-B	57							
1-C	94							
2-A	111							
2-B	10							
3	9							
4	18							
5	34							
6	17							
7	21							
8	33							
TOTAL		24,269	3,637	15-Oct-2024				
	460 Ac.	24,269 tons	3,637 MBF					





LUKE MOUNTAIN 2 HAUL MAP T10N, R9W, S. 16 5,800 2,900 0 5,800 Feet



