NOTICE OF SALE

Department of Natural Resources & Conservation Timber Sale

The Chalk Buttes Timber Sale is located within Section 36, T1S-R56E on the State's Eastern Land Office. Approximately 4,800 tons, consisting of ponderosa pine sawlogs, are offered for sale.

Sealed bids will be opened at the Department of Natural Resources & Conservation, 2705 Spurgin Road, Missoula, Montana on November 29, 2022 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 \$1,200.00, representing 5% of the minimum bid value of the sale 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.

The sale will be awarded to the highest responsible bidder. 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 sale information and bid forms from the Department of Natural Resources & Conservation, Trust Land Management Division, in Missoula (406-542-4300) or the DNRC website at http://dnrc.mt.gov/divisions/trust/forest-management/timber-sale-information.

TIMBER SALE PROSPECTUS STATE OF MONTANA DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION

Timber Sale Name: Chalk Buttes

Timber Sale Location: Section 36 Township 1S Range 56E

For specific sale information, contact: Andy Miller

Phone 406-232-2034 Eastern Land Office

For copies of the Timber Sale Contract and bid forms, contact:

Phone 406-542-4300 Forest Management Bureau DNRC Missoula Office

Phone 406-232-2034 Eastern Land Office

General Bidding Information

1. Bids must be submitted on Department of Natural Resources & Conservation (State) bid forms.

- 2. Timber will be sold to the highest responsible bidder; however, the State reserves the right to reject any or all bids.
- 3. The State recommends that bidders contact the Forest Management Bureau, Trust Land Management Division (406-542-4300) prior to the bid opening to ensure that your bid has been received.
- 4. A **Bid Deposit** 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 State within 30 days of notification of sale award. The bond amount will be, at a minimum, 20% of the total bid value of the sale. The performance bond may be 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 Timber 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 cover six weeks of harvesting and be based on the expected harvest rate and the bid value of the stumpage. The advance stumpage payment may be 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 otherwise 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 State has estimated the net scale merchantable sawlog volume to be sold 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 State 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. The State strongly recommends that bidders evaluate these effects before bidding.
- 10. The State 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. The State strongly recommends that bidders make their own estimates based on Contract requirements. 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 Timber 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. Purchaser Leave Tree Selection: The Purchaser shall be responsible for selecting leave trees. Leave tree selection criteria and requirements are specified in the Special Operating Requirements of the Timber Sale Contract.
- 2. Temporary Rights-of-Way: Agreements have been secured by the DNRC for access to the sale areas. Signed rights-of-way documents and maps are included in the Timber Sale Contract. The Purchaser is responsible for adhering to the terms and stipulations of the Right-of-Way Agreements.
- 3. Unit boundaries are designated on the maps attached to the Timber Sale Contract. In all areas indicated on the attached map where the harvest unit boundary follows the forest/meadow edge, that edge is the boundary. Any area where the harvest unit boundary is not the forest/meadow edge that boundary is painted and flagged in yellow paint.
- 4. Purchaser and road builder/contractor must meet with the Forest Officer for on-the-ground review prior to commencement of work. Erosion control measures (drain dips, outslopes, and inslopes, etc.) must be built during initial road construction. All Temporary Spur Roads must be mechanically ripped, using a blade with a minimum of eight teeth or an equivalent piece of equipment, immediately after haul use is completed and no later than October 15, 2025. DNRC personnel will seed the temporary spur roads at the time of ripping.
- 5. Purchaser is required to buy 100 pounds of pure live seed and all the seed must be delivered to the Eastern Land Office on or before the commencement of any road building activity. The seed species mix is listed in Attachment B in the sale contract.
- 6. No mechanical equipment or log hauling equipment may operate when the ground is wet and rutting of the unit and road surface may occur.
- 7. All harvested trees will be whole tree skidded to a landing and tops will be cut at the landing and piled. All piles will be as large and tall as possible and tightly compacted. On areas of the sale with steep adverse skids, trees may be limbed in the woods and slash lopped to a height of 18" above the ground surface. No slash of any kind will be piled at the obvious head of any draw. Equipment used to pile slash must have a brush blade attached. All slash piles will be located next to a road. Any small trees that are knocked over or broken tops of trees that cannot be piled must be lopped to a height of 18" above the ground surface.
- 8. Purchaser is responsible to ensure the mill sends the Eastern Land Office the load reports (Truck Weight Tickets) on a bi-weekly basis and the DNRC will bill the Purchaser approximately every two weeks for the total tonnage delivered to the mill.
- 9. All logs must be hauled no later than 30 days after they have been decked. The date of decking must be painted on several of the decked logs.
- 10. Any and all fences damaged during harvest activity must be repaired immediately at the time of damage.

Timber Sale Information Sheet Montana Department of Natural Resources and Conservation

CHALK BUTTES										
Timber Sale Cruise Data										
SPECIES	PP	DF	WL	LP	ES	WF	CE	WP	Dead	TOTAL or AVE
Minimum Bid										\$5.00
Pounds per cubic foot										
Total estimated tons sawlogs (10" top DIB)	4,800									4,800 tons
Estimated tons of other material (pulp, etc)										0 tons
Gross MBF Scribner	650									650 MBF
% Cull and Breakage	26									1.5%
Net MBF Scribner	640									640 MBF
Average DBH	13.6									13.6 in.
Average MBF to cut per acre on the timber sale						2.5 MBF/ac				
Tons Per Thousand Board Feet										
Contract Value - Estimated tons hauled per thousand Scribner board feet 4,800 estimated tons / 640 Net MBF Scribner					7.50 tons/MBF					

Contract Information				
Contract ending date	10/15/2025			
Contract length	3 years			
Operating Season:	Dry and Frozen condition	ons		

Timber Sale Information Sheet Montana Department of Natural Resources and Conservation

Logging Information					
% of volume logged by clearcut or seed tree cut	00%				
% of volume logged with tractors	100%				
% of volume logged by ground lead (jammer)	00%				
% of volume logged by skyline	00%				
Yarding distance tractor (average)	300 ft.				
Yarding distance ground lead (average)	0 ft.				
Yarding distance skyline (average)	0 ft.				
Estimated haul distance (paved)	130.0 miles				
Estimated haul distance (unpaved)	10.0 miles				

Purchaser fees and estimated costs				
Forest Improvement fee perMBF	\$1.00/MBF			
Forest Improvement fee per ton	\$0.13/ton			
Forest Improvement fee estimated total - concurrent with stumpage	\$624.00			
Estimated Purchaser-do FI total \$	\$0			
Estimated Purchaser-do FI per ton	\$0.00/ton			
Estimated Purchaser-do slash disposal work total	\$0.00			
Estimated Purchaser-do slash disposal work per ton	\$0.00/ton			

Road development and maintenance fees and estimates				
Estimated road development cost total	\$3,000			
Estimated road development cost per ton	\$0.63/ton			
Estimated road development cost perMBF	\$4.69/MBF			
Estimated Purchaser-do road maintenance cost total	\$2,500			
Estimated Purchaser-do road maintenance cost per ton	\$0.52/ton			
Private road maintenance charges per ton	\$0.00/ton			
USFS road maintenance charges per ton	\$0.00/ton			
Miles of road construction	0.0 miles			
Miles of road reconstruction	0.5 miles			
Miles of road with site improvements	0.0 miles			
Miles of road reclamation or abandonment	2.0 miles			
Miles of road maintenance and blading	5.0 miles			

Unit harvest volume							
Unit#	Acres	Est Tons	Est MBF	Harvest date			
1	256	4,800	640	August 15, 2025			
	256 Ac.	4,800 tons	666 MBF				



