#### **NOTICE OF SALE**

#### **Department of Natural Resources & Conservation Timber Sale**

The Cilly to Lost Timber Sale is located within Sections 4 and 16 of T24N-R17W on the State's Swan Unit. Approximately 4,265 tons, consisting of mixed conifer sawlogs, are offered for sale.

Sealed bids will be opened at the Department of Natural Resources & Conservation, 2705 Spurgin Road, Missoula, Montana on **March 26, 2024 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 \$5,238.00,** 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. Award of the timber sale is conditional upon approval of the timber sale by the State Board of Land Commissioners at their March 18, 2024 meeting. 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 <a href="http://dnrc.mt.gov/divisions/trust/forest-management/timber-sale-information">http://dnrc.mt.gov/divisions/trust/forest-management/timber-sale-information</a> for upcoming sales and bid results.

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

Timber Sale Name: Cilly to Lost

For specific sale information, contact:

Phone 406-837-8107 Josh Reed Swan Unit Office

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

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

Phone 406-751-2240 Northwestern 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.
- 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. <u>The State strongly recommends that bidders make their own</u> 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. The Cilly To Lost Timber Sale consists of three units (113 acres).
  - a. 4-02 (15 Acres, ground-based yarding 119 MBF)
  - b. 4-03 (15 Acres, ground-based yarding 44 MBF)
  - c. 16-01 (12 Acres, ground-based yarding 24 MBF)
  - d. 16-02 (16 Acres, ground-based yarding 226 MBF)
  - e. 16-03 (39 Acres, ground-based yarding 111 MBF)
  - f. 16-04 (16 Acres, ground-based yarding 72 MBF)

## 2. The Cilly To Lost Timber Sale Road package includes:

**a.** Approximately 10.31 miles of road maintenance including drainage feature construction and repair, grass seeding, weed spraying, BMP improvements and initial, intermediate, and final blading.

#### 3. Access/Directions

- **a.** The Cilly To Lost Timber Sale is located in Sections 4 and 16, T24N, R17W, southeast of Swan Lake, MT.
- **b.** To access units 4-02 and 4-03 drive east on Cilly Creek Road off Highway 83 between mile marker 66 and 67. Continue approximately 0.6 miles on the Cilly Creek Road until the junction with Road 9521. Continue straight on Road 9521 through the gate and for approximately 1.5 miles. At the junction stay left and continue another 0.5 miles. At the junction with Spur 4-02 stay left to access unit 4-03 and stay right to access unit 4-02.
- c. To access units 16-01 and 16-02 drive east on Soup Creek Road off Highway 83 between mile marker 64 and 65. Continue approximately 3.8 miles until the junction with Cilly Creek Road. Continue north on Cilly Creek Road approximately 1.7 miles until the junction with Lower Cilly Creek Road. The Lower Cilly Creek Road is the western boundary of unit 16-02. Unlock gate on the Lower Cilly Creek Road approximately and travel 0.4 miles to the eastern portion of unit 16-01.
- d. To access units 16-03 and 16-04 follow the same directions to unit 16-02 but continue on the Cilly Creek Road for another 0.7 miles past Lower Cilly Creek Road. At the 2.4 MM on Cilly Creek Road there will be the junction with Spur A on the right. The Cilly Creek Road and Spur A are the boundaries for units 16-03 and 16-04. Continuing on the Cilly Creek Road for the next 0.2 miles after the junction with Spur A is the western boundary of 16-03.
- e. See Attached Sale and Haul Route map with Notice of Sale.
- **f.** Gate keys are required to access Lower Cilly Creek Road and Road 9521. Keys are available at the Swan River State Forest Office (34925 MT HWY 83, Swan Lake MT. 59911).

## 4. Harvest Operational Period

**a.** OPERATING PERIOD: June 16, 2024 through March 16, 2025; June 16, 2025 through March 16, 2026; and when Soil Compaction Restrictions in Section VII.L.1 and Hauling Restrictions in Section VII.N. of the timber sale contract apply.

### 5. Road Construction/Maintenance Operational Period

**a.** OPERATING PERIOD: June 16, 2024 through March 16, 2025; June 16, 2025 through March 16, 2026; June 16, 2026 through September 1, 2026 and when Hauling Restrictions in Section VII.N. of the timber sale contract apply.

# Timber Sale Information Sheet Montana Department of Natural Resources and Conservation

| Cilly To Lost   |                              |      |      |      |      |      |               |            |            |    |      |               |
|---|------------------------------|------|------|------|------|------|---------------|------------|------------|----|------|---------------|
| Timber Sale Cruise Data (Scribner 5.6" top DIB, Filter: All   All   Cut)                                      |                              |      |      |      |      |      |               |            |            |    |      |               |
| SPECIES   | PP                           | DF   | WL   | LP   | ES   | GF   | RC            | AF         | WP         | WH | Dead | TOTAL or AVE  |
| Minimum Bid per ton   |                              |      |      |      |      |      |               |            |            |    |      | \$24.56       |
| Pounds per cubic foot   | 62.0                         | 61.7 | 58.3 | 56.0 | 57.0 | 60.0 | 44.0          |            | 60.0       |    | 40.0 |               |
| Estimated tons of sawlogs   | 38                           | 1705 | 1577 | 283  | 97   | 492  | 67            |            | 7          |    | 0    | 4,265 tons    |
| Estimated tons of non-sawlog material   | 0                            | 43   | 40   | 7    | 1    | 12   | 2             |            | 0          |    | 0    | 106 tons      |
| Gross MBF   | 6                            | 246  | 280  | 47   | 14   | 98   | 20            |            | 1          |    | 0    | 711 MBF       |
| % Cull and Breakage   | 9.8                          | 10.9 | 14.4 | 15.2 | 10.0 | 30.2 | 46.9          |            | 30.0       |    | 0.0  | 16.2%         |
| Net MBF   | 5                            | 219  | 239  | 40   | 13   | 68   | 11            |            | 1          |    | 0    | 596 MBF       |
| Average logs per MBF  | 22.3                         | 30.4 | 27.9 | 31.2 | 27.0 | 34.1 | 48.8          |            | 64.2       |    | 0.0  | 30.1 logs/MBF |
| Average DBH   | 13.9                         | 11.0 | 10.9 | 11.1 | 12.3 | 11.2 | 11.8          |            | 9.0        |    | 0.0  | 11.1 in.      |
| Average tons to cut per acre  | Average tons to cut per acre |      |      |      |      |      |               |            | 38 tons/ac |    |      |               |
| Average MBF to cut per acre   |                              |      |      |      |      |      |               | 5.3 MBF/ac |            |    |      |               |
| Total Average TPA Cut   |                              |      |      |      |      | 95   |               |            |            |    |      |               |
| Calculated Sampling Error: Total cruised volume will fall between 479 and 712 Net MBF in 9 out of 10 cruises  |                              |      |      |      |      |      | 19.5%         |            |            |    |      |               |
| Tons Per Thousand Board Feet  |                              |      |      |      |      |      |               |            |            |    |      |               |
| Conversion Factor - Estimated tons hauled per thousand Scribner board feet 4,265 estimated tons / 596 Net MBF |                              |      |      |      |      |      | 7.16 tons/MBF |            |            |    |      |               |

| Contract Information       |   |  |  |  |  |
|----------------------------|---|--|--|--|--|
| Contract Termination Date: | 9/30/2026   |  |  |  |  |
| Operating Period:          | June 16, 2024 through March 16,2025; June 16, 2025 through March 16, 2026 |  |  |  |  |

| Logging Information                             |         |  |  |  |  |
|---|---------|--|--|--|--|
| % of volume logged by clearcut or seed tree cut | 58%     |  |  |  |  |
| % 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.   |  |  |  |  |

| Road development and maintenance fees and estimates  |            |  |  |  |
|--|------------|--|--|--|
| Estimated road development cost total                | \$5,700    |  |  |  |
| Estimated road development cost per ton              | \$1.34/ton |  |  |  |
| Estimated road development cost perMBF               | \$9.57/MBF |  |  |  |
| Estimated Purchaser-do road maintenance cost total   | \$8,078    |  |  |  |
| Estimated Purchaser-do road maintenance cost per ton | \$1.89/ton |  |  |  |
| Private road maintenance charges per ton             | \$0.00/ton |  |  |  |

# Timber Sale Information Sheet Montana Department of Natural Resources and Conservation

| Estimated haul distance (paved)   | 50.0 miles |
|-----------------------------------|------------|
| Estimated haul distance (unpaved) | 6.0 miles  |

| Purchaser fees and estimated costs                 |                          |  |  |  |  |
|--|--------------------------|--|--|--|--|
| Forest Improvement fee per MBF                     | \$26.60/MBF              |  |  |  |  |
| Forest Improvement fee per ton                     | \$3.72/ton               |  |  |  |  |
| Forest Improvement fee estimated total             | \$15,844.83              |  |  |  |  |
| Forest Improvement fee quarterly installment - N/A | concurrent with stumpage |  |  |  |  |
| 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               |  |  |  |  |

| USFS road maintenance charges per ton    | \$0.00/ton |  |
|--|------------|--|
| Miles of road construction               | 0.0 miles  |  |
| Miles of road reconstruction             | 0.0 miles  |  |
| Miles of road with site improvements     | 0.0 miles  |  |
| Miles of road reclamation or abandonment | 0.0 miles  |  |
| Miles of road maintenance and blading    | 10.3 miles |  |

| Unit harvest volume |       |          |         |                  |  |  |  |
|---------------------|-------|----------|---------|------------------|--|--|--|
| Unit#               | Acres | Est Tons | Est MBF | Harvest Deadline |  |  |  |
| 4-02                | 14.61 | 854      | 119     | March 16, 2026   |  |  |  |
| 4-03                | 14.58 | 317      | 44      | March 16, 2026   |  |  |  |
| 16-01               | 12.06 | 171      | 24      | March 16, 2026   |  |  |  |
| 16-02               | 15.64 | 1616     | 226     | March 16, 2026   |  |  |  |
| 16-03               | 39.47 | 795      | 111     | March 16, 2026   |  |  |  |
| 16-04               | 16.29 | 512      | 72      | March 16, 2026   |  |  |  |









