NOTICE OF SALE

Department of Natural Resources & Conservation Timber Sale

The Lost Elbow Timber Sale is located within Sections 18 & 19, T15N-R14W the State's Clearwater Unit. Approximately 10,297 tons, consisting of primarily 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 **June 13, 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 \$5,095.00,** 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 May 20, 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 https://dnrc.mt.gov/Forestry/Forest-Products/timber-sales for upcoming sales and bid results.

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

Timber Sale Name: Lost Elbow

Timber Sale Location: 9½ miles south-southeast of Seeley Lake

For specific sale information, contact: Travis M. Serdar

Phone 406-244-2387 travis.serdar@mt.gov Clearwater Unit Office

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

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

Phone 406-542-4200 Southwestern Land Office Missoula 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:

Gates to be used for the timber sale will have a temporary combination lock (Combo: 4-9-9-9).

2. "SKIDDER PILES":

The Purchaser is required to redistribute logging slash by piling a majority of the landing slash in the unit using a grapple skidder. These piles will be at least 8 feet tall and will be piled in a way as to promote burning (higher NOT wider). The piles will be placed in larger openings, at least 50 feet from any residual trees. If another operation is used, it is necessary for the Purchaser to get written approval from the Forest Officer. 70% of the slash shall be in the unit and 30% in the landings.

3. <u>LOGGING SLASH DISTRIBUTION:</u> If the Purchaser uses a harvest system that produces heavy in-woods slash levels, the Forest Officer may require scattering and/or unit piling of slash. Unit piles will be at least 8 feet tall and will be piled in a way as to promote burning (higher, NOT wider). The piles will be placed at least 50 feet away from residual trees.

4. SCARIFICATION REQUIRED:

Purchaser is required to scarify non-regenerated areas within harvest units 1802, 1901, 1902, 1903, and 1904 when the soil is dry. Scarification (removal of surface duff and <u>not more than 1 inch of topsoil</u>) will expose up to 25% of the available surface area in each harvest unit.

Summer yarding operations are HIGHLY recommended to achieve the bulk of the scarification requirement. Additionally, a brush rake or excavator with bucket and blade may be needed to achieve the required amount of scarification. If yarding operations are performed in winter, the purchaser shall return the following summer to perform scarification.

The Forest Officer shall determine when the requirements of this clause are met. If the purchaser chooses to perform yarding operations in the winter and does not meet this requirement deadline, any extension for this work will occur at the expense of the purchaser.

5.

TABLE 3. HARVEST COMPLETION SCHEDULE						
Priority	Unit or Portion of Sale	Completion Date				
1 2	1801, 1802, 1803 1901, 1902, 1903, 1904	Priority 1 units are to be completed prior to beginni on Priority 2 units. All units are to be completed b October 31, 2027.				

- 6. No new road construction or reconstruction is required with this timber sale. Any maintenance, if necessary, will be performed prior to hauling operations on any timber sale road. The Purchaser shall furthermore continue regular maintenance as necessary to timber sale roads and haul route, as directed by the Forest Officer.
- 7. Corrugated metal pipe delivery required. **Two segments of 72" pipe totaling 36' in length, band, and associated hardware** will be delivered to the Clearwater Unit office at 48455 Sperry Grade Road, Greenough, MT 59823 no later than July 1, 2025.
- 8. Ponderosa pine sawlog price is set at \$2.00/ton. Bid price should reflect sawlogs from all other included species.
- Leave tree marking: Three different prescriptions are employed across the seven units.
 - a. Unit 1802 marked to leave
 - b. Unit 1803 unmarked (54 to 66 foot spacing)
 - c. Units 1801, 1901, 1902, 1903, and 1904 PP and WL are marked to cut, DF is marked to leave.

Timber Sale Information Sheet Montana Department of Natural Resources and Conservation

Lost Elbow												
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	\$2.00											All except PP: \$9.75
Pounds per cubic foot	62.0	61.7	58.3		57.0						40.0	
Estimated tons of sawlogs	828	9044	377		49						0	10,297 tons
Estimated tons of non-sawlog material	5	61	2		0						0	69 tons
Gross MBF	144	1604	67		9						0	1,825 MBF
% Cull and Breakage	8.8	15.7	6.5		10.0						0.0	14.8%
Net MBF	131	1352	63		8						0	1,555 MBF
Average logs per MBF	16.0	17.8	19.2		19.1						0.0	17.7 logs/MBF
Average DBH	14.7	15.3	14.0		14.0						0.0	15.2 in.
Average tons to cut per acre						31 tons/ac						
Average MBF to cut per acre						4.7 MBF/ac						
Total Average TPA Cut						35						
Calculated Sampling Error: Total cruised volume will fall between 1,359 and 1,751 Net MBF in 9 out of 10 cruises						12.6%						
Tons Per Thousand Board Feet												
Conversion Factor - Estimated tons hauled per thousand Scribner board feet 10,297 estimated tons / 1,555 Net MBF						6.62 tons/MBF						

Contract Information				
Contract Termination Date:	11/30/2027			
Operating Period:	June 16 - March 1			

Timber Sale Information Sheet Montana Department of Natural Resources and Conservation

Logging Information				
% of volume logged by clearcut or seed tree cut	34%			
% of volume logged with tractors	100%			
% of volume logged by skyline	00%			
% of volume logged by other system (specify)	00%			
Yarding distance tractor (average)	600 ft.			
Yarding distance skyline (average)	0 ft.			
Yarding distance other system (specify)	0 ft.			
Estimated haul distance (paved)	83.0 miles			
Estimated haul distance (unpaved)	4.8 miles			

Purchaser fees and estimated costs				
Forest Improvement fee perMBF	\$21.75/MBF			
Forest Improvement fee per ton	\$3.29/ton			
Forest Improvement fee estimated total	\$33,877.13			
Forest Improvement fee quarterly installment	\$5,646.19			
Estimated Purchaser-do FI total \$	\$27,740			
Estimated Purchaser-do FI per ton	\$2.69/ton			
Estimated Purchaser-do slash disposal work total	\$0.00			
Estimated Purchaser-do slash disposal work per ton	\$0.00/ton			

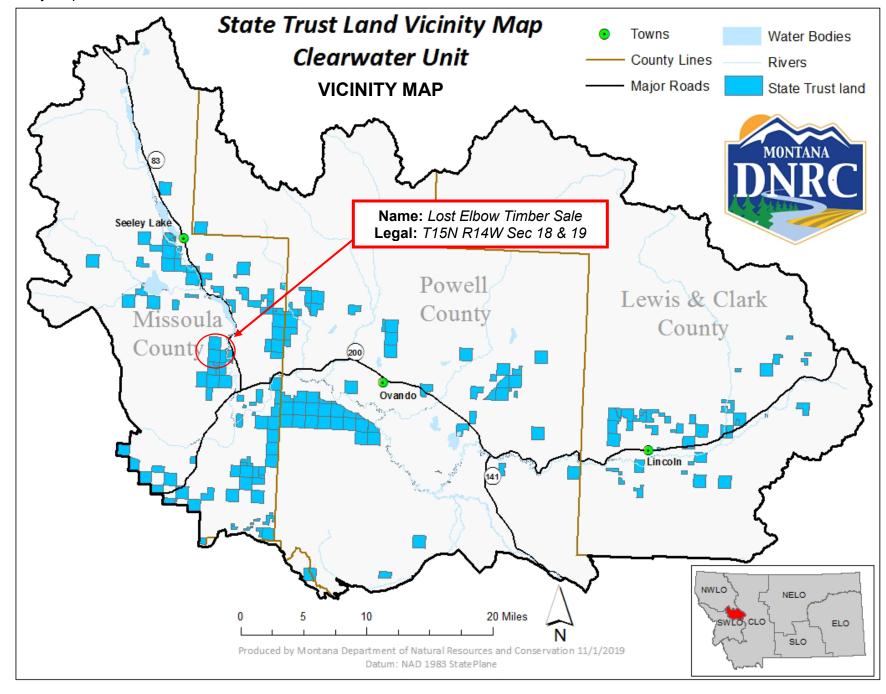
Road development and maintenance fees and estimates				
Estimated road development cost total	\$10,450			
Estimated road development cost per ton	\$1.01/ton			
Estimated road development cost perMBF	\$6.72/MBF			
Estimated Purchaser-do road maintenance cost total	\$18,878			
Estimated Purchaser-do road maintenance cost per ton	\$1.83/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	0.0 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 9.8 miles				

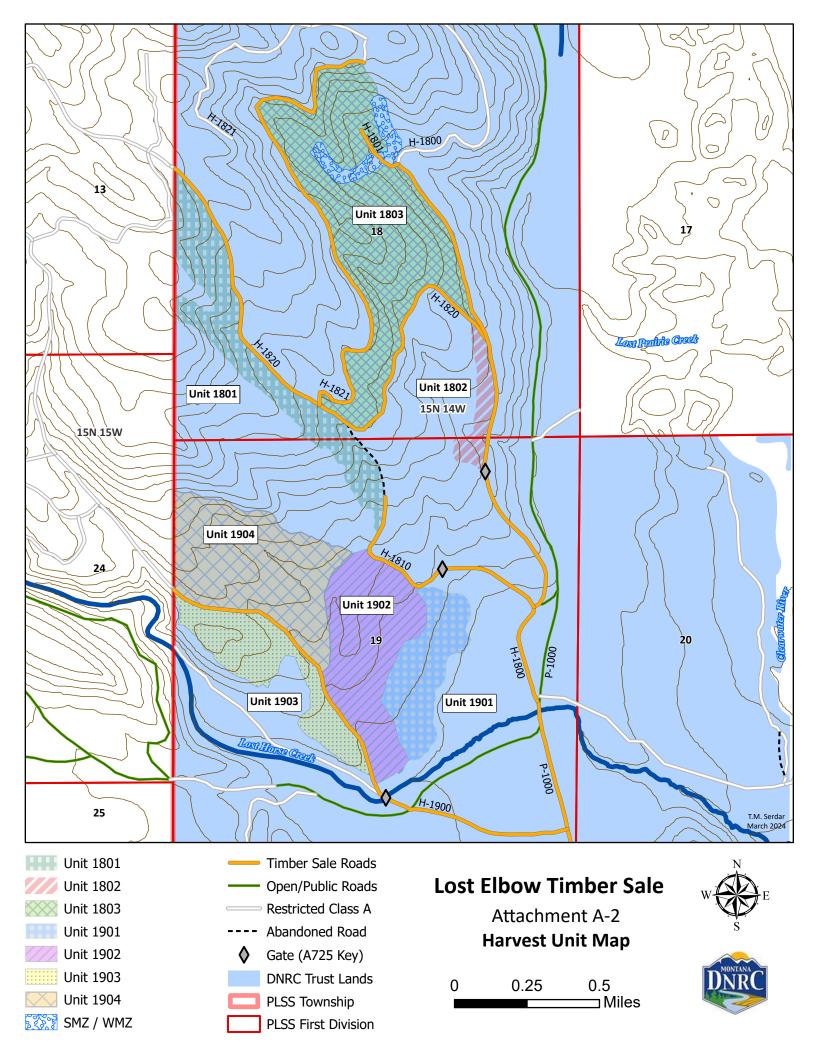
Unit harvest volume							
Unit #	Acres	Est Tons	Est MBF	Harvest Deadline			
1801	45.84	1355	205	October 31, 2027			
1802	10.02	541	82	October 31, 2027			
1803	103.26	3002	453	October 31, 2027			
1901	28.06	988	149	October 31, 2027			
1902	50.55	1375	208	October 31, 2027			
1903	32.70	1017	154	October 31, 2027			
1904	60.59	2019	305	October 31, 2027			

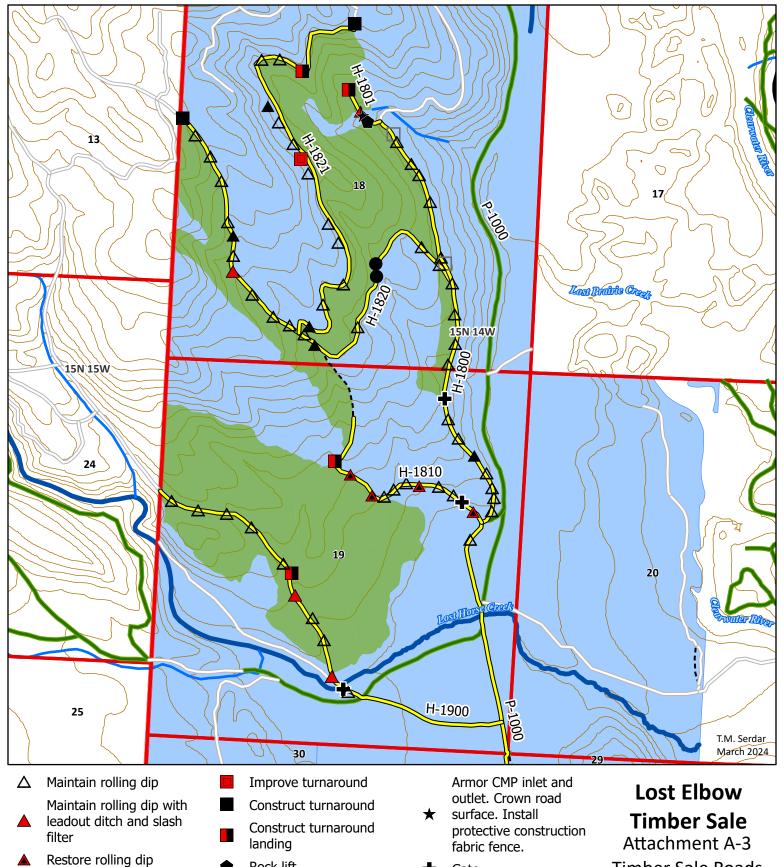
Overrides						
Species	Weight (lbs/ft ³)	Unseen Cull & Breakage				
Sub-Alpine Fir	55.00	0.15				
Douglas Fir	61.70	0.10				
Engelmann Spruce	57.00	0.10				
Grand Fir	60.00	0.10				
Lodgepole Pine	56.00	0.05				
Ponderosa Pine	62.00	0.03				
Western Red Cedar	44.00	0.07				
Western Hemlock	60.00	0.00				
Western Larch	58.33	0.05				
Western White Pine	60.00	0.10				

Top Size 6

A-1: Vicinity Map







- Construct rolling dip Construct rolling dip
- with leadout ditch and slash filter
- Maintain turnout
- Rock lift Widen road running
- surface to 12' (16' at curve) and maintain outslope
- Gate

Timber Sale Roads

Harvest Units

DNRC Trust Lands

Timber Sale Roads Road Work Map



5,000 1,250 2,500 0 Feet

