

CASINO CREEK TIMBER SALE

NOTICE OF SALE

Department of Natural Resources & Conservation Timber Sale

The Casino Creek Timber Sale is located within Section 16, T14N-R18E on the State's Lewistown Unit. Approximately 1,750 tons, consisting of ponderosa pine sawlogs is offered for sale.

Sealed bids will be opened at the Department of Natural Resources & Conservation, 2705 Spurgin Road, Missoula, Montana on **August 29, 2011 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 **\$186.00**, 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 stumpage 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 the sale prospectus, sale contract and bid forms from the Department of Natural Resources & Conservation, Trust Land Management Division, in Missoula (406-542-4300), or the Northeast Land Office in Lewistown, MT (406-538-1909).

Visit our website at <http://www.dnrc.mt.gov/trust/timber/bids.asp> for upcoming sales and bid results.

/s/ SHAWN THOMAS, Chief
Forest Management Bureau
Trust Land Mgmt Division

Publication Dates: July 27, August 3, 10, 17, 2011

TIMBER SALE PROSPECTUS
MONTANA DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION

Timber Sale Name: Casino Creek			
Timber Sale Location: Section 16, T14N-R18E			
For specific sale information, contact: Ron Buck			
Phone	406-535-1909	Northeastern Land Office	Lewistown Unit Office
For copies of the Timber Sale Contract and bid forms, contact:			
Phone	406-542-4300	Forest Management Bureau	DNRC Missoula Office
Phone	406-538-7789	Northeastern	Land Office

General Bidding Information

1. Bids must be submitted on standard DNRC bid forms.
2. Timber will be sold to the highest responsible bidder; however, the Department reserves the right to reject any or all bids.
3. DNRC 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 guarantee** must accompany all bids and must be in the form of cash, cashiers check, certified check, bank money order, bank draft, surety bond or irrevocable letter of credit.
5. The Purchaser must submit a **performance bond** within **30** days of the sale award. **It will amount to 20% of the bid value or \$1,500.00 whichever is greater.** 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
6. The Purchaser must submit an **advance stumpage payment** prior to cutting any timber. The amount of the advance will be based on the expected harvest rate and the bid value of the stumpage. The advance may be in the form of cash, irrevocable letter of credit, payment bond or certificate of deposit.
7. The Purchaser will pay **Forest Improvement fees** and any special **Road Use and Maintenance fees** in addition to stumpage payments.
8. The successful bidder must sign an agreement that prohibits exporting State logs.
9. This sale is being sold based on the gross weight of all species. Minimum price and bid price is per ton. The price is for all species, green and dead. Billing will be based on gross weight. A weight ticket from a certified scale is required for every load.
10. The Department has estimated the net scale merchantable sawlog volume to be available for purchase under this contract. All delivered wood will be weighed and billed at per ton bid rates. The Department 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 the tree conditions in the sale area. The actual delivered weight may vary, resulting in an overrun or under-run of the estimated tonnage. DNRC strongly recommends that bidders evaluate these effects before bidding.
11. DNRC 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 its market value. Purchasers should make their own estimates based on contract requirements.
12. Bidders should examine the Timber Sale Contract and sale area prior to bidding. Additional information is available at the phone numbers shown above.

13. Estimated stand data in this prospectus and volume estimates in the sale contract are not guaranteed.
14. This prospectus is provided for information purposes only. If the prospectus is in error or contradicts the Timber Sale Contract, the contract governs.

Timber Sale Information Sheet
Montana Department of Natural Resources and Conservation

CASINO CREEK TIMBER SALE											
Timber Sale Cruise Data											
SPECIES	PP	DF	WL	LP	ES	WF	CE	WP	Dead	TOTAL or AVE	
Minimum Bid											\$2.12/ton
Pounds per cubic foot	62										
Estimated tons of sawlogs (5.6" top DIB)	1,750										1750 tons
Estimated tons of other material (pulp, etc)	0										0 tons
Gross MBF (Scribner 5.6" top DIB)	275										275 MBF
% Cull and Breakage	10										10.0%
Net MBF (Scribner 5.6" top DIB)	250										250 M
Average logs per MBF	18										18 logs/M
Average DBH	13										13.0 in.
Average tons per acre harvested in leave-tree marked units	→										14 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	→										2.0 MBF/ac
Range of cut trees per acre based on unit cruise	→										28
Calculated Sampling Error: Total cruised volume will fall between	0 and 0 Net MBF in 9 out of 10 cruises										9.5%
Tons Per Thousand Board Feet											
Contract Value - Estimated tons hauled per thousand Scribner board feet	1750 estimated tons to a 5.6" top 250 Net MBF Scribner to a 5.6" top DIB										7.00 tons/MBF

Contract Information	
Contract ending date	9/1/2013
Contract length	25 months
Operating Season:	Dry Ground Conditions

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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)	500 ft.
Yarding distance ground lead (average)	0 ft.
Yarding distance skyline (average)	0 ft.
Estimated haul distance (paved)	250 miles
Estimated haul distance (unpaved)	5.0 miles

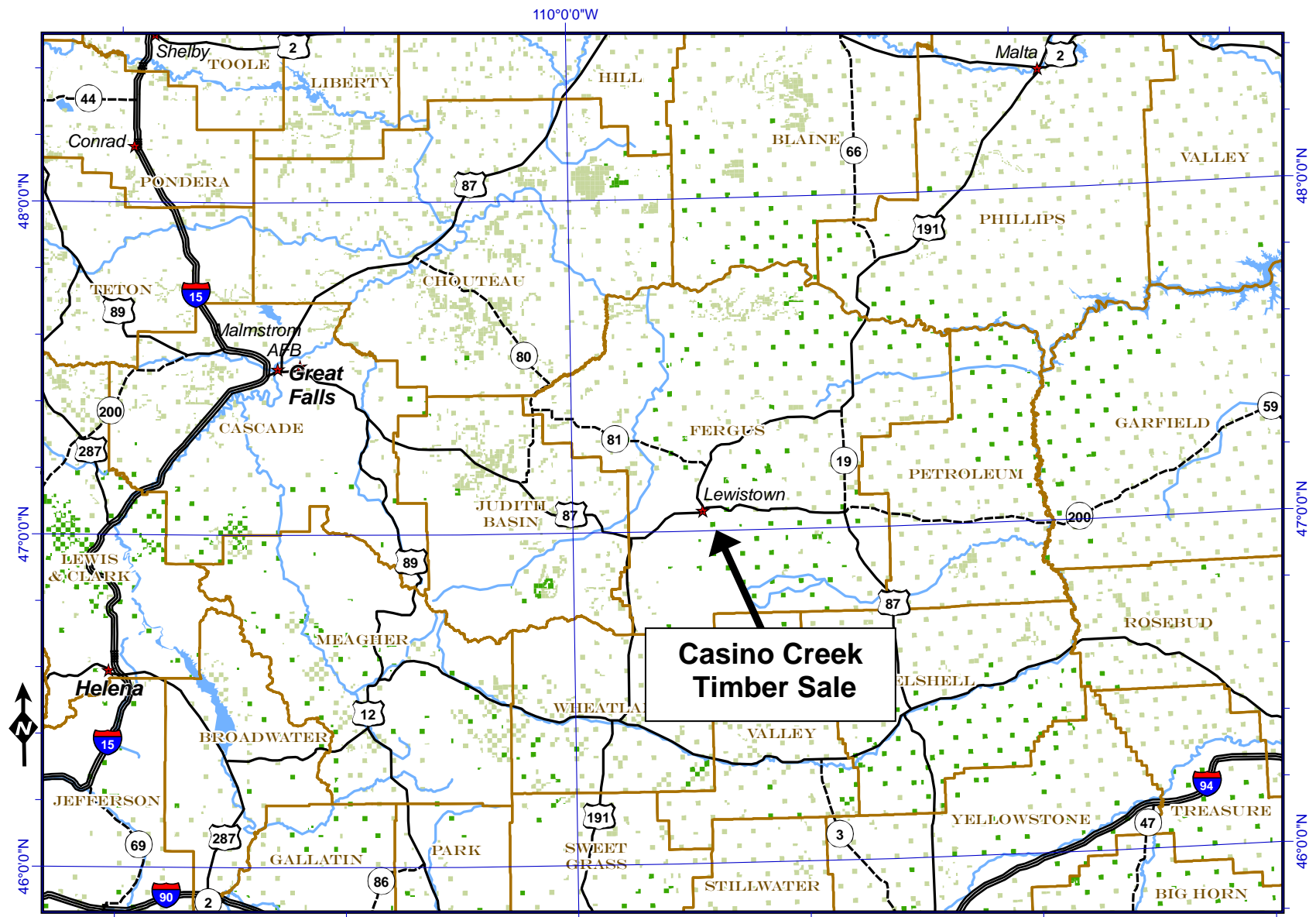
Purchaser fees and estimated costs	
Forest Improvement fee perMBF	\$4.00/MBF
Forest Improvement fee per ton	\$0.57 /ton
Forest Improvement fee estimated total	\$997.50
Forest Improvement fee quarterly installment	\$166.25
Estimated Purchaser-do FI total \$	\$0
Estimated Purchaser-do FI per ton	\$0.00/ton
Estimated Purchaser-do slash disposal work total	\$0.00
Estimated Purchaser-do slash disposal work per ton	\$0.50/ton
Bid Guarantee (total \$)	\$186.00
Performance Bond	\$1,500.00 minimum

Road development and maintenance fees and estimates	
Estimated road development cost total	\$2,940
Estimated road development cost per ton	\$1.68 /ton
Estimated road development cost perMBF	\$11.76 /MBF
Estimated Purchaser-do road maintenance cost total	\$0.00 /ton
Estimated Purchaser-do road maintenance cost per ton	\$0.00 /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	0.50 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	0.0 miles

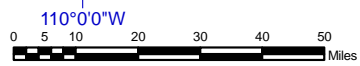
Unit harvest volume				
Unit #	Acres	Est Tons	Est MBF	Harvest date
1	125	1,750	250	June 30, 2013
Unit-1	125 Ac.	1,750 tons	250 MBF	30-Jun-13

Vicinity Map: Casino Creek Timber Sale

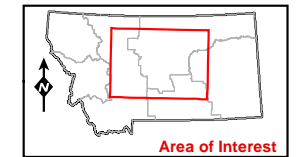
T 14 N, R 18 E, Section 16



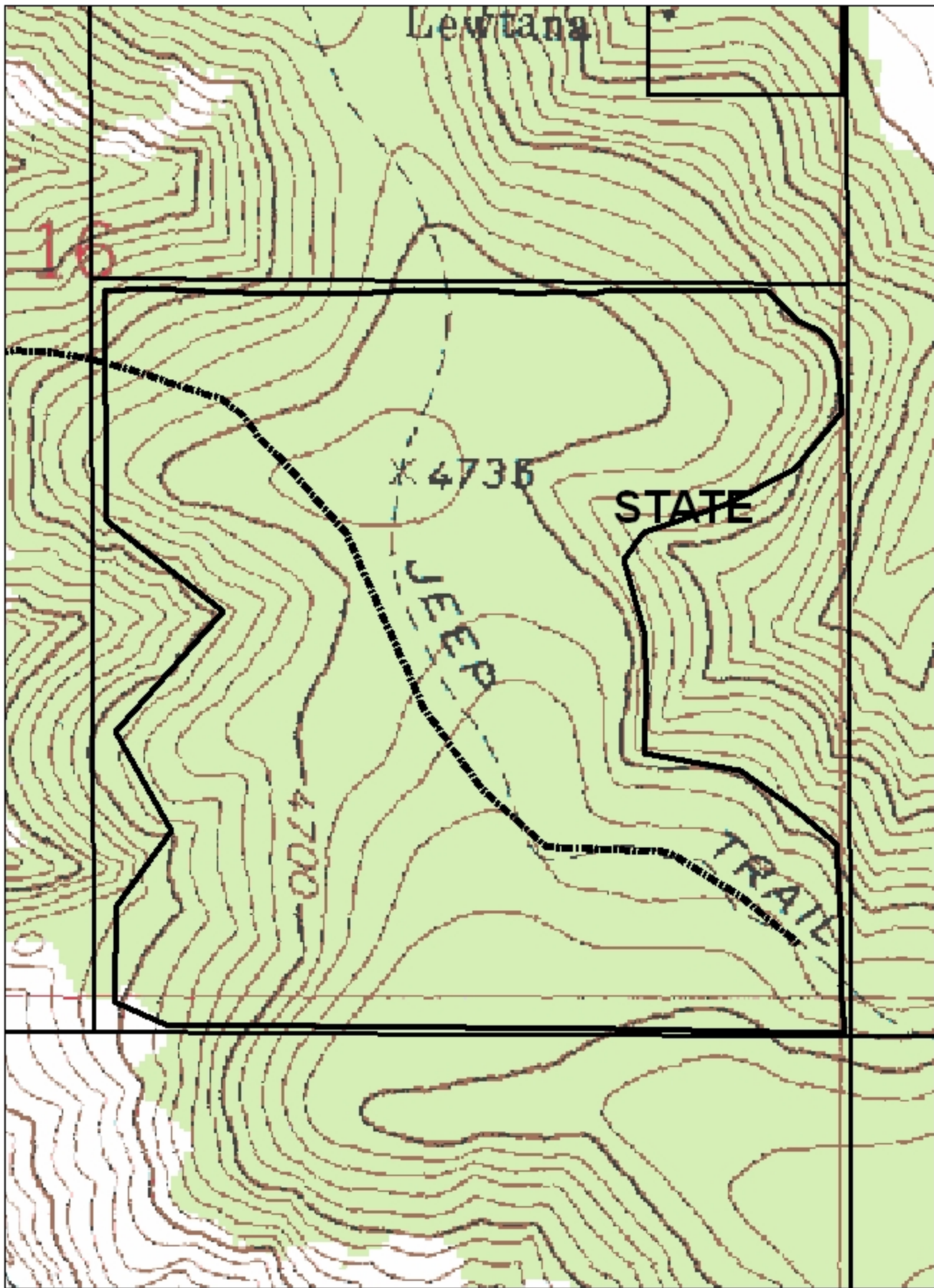
	Interstate Highway		Rivers		Lakes
	U.S. Route		City		DNRC managed for timber
	State Highway		County		DNRC other



21 February 2007
 Montana DNRC
 Technical Services Section/dr



Casino Creek Timber Sale



0.1 0.05 0 0.1 Miles

T14N,R18E,SW4s16