

## NOTICE OF SALE

### Department of Natural Resources & Conservation Timber Sale

The Scout Lake #3 Timber Sale is located within Sections 18 & 20, T24N-R17W, on the State's Swan River State Forest. Approximately 15,169 tons of sawlogs, consisting primarily of western larch, Douglas-fir, grand fir, and spruce sawlogs is offered for sale.

Sealed bids will be opened at the Department of Natural Resources & Conservation, 2705 Spurgin Road, Missoula, Montana on **February 11, 2013 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 **\$19,158.00**, 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), the Northwestern Land Office in Kalispell (406) 751-2257, or the Swan River State Forest Office in Swan Lake, MT (406-754-2301).

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

/s/ Sonya Germann, Chief  
Forest Management Bureau  
Trust Land Mgmt Division

Publication Dates: January 17, 24, 31, February 7, 2013

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

<b>Timber Sale Name: Scout Lake #3</b>			
<b>Timber Sale Location: Sections 18 &amp; 20, T24N-R17W</b>			
<b>For specific sale information, contact: Karen Goode</b>			
Phone	406-754-2301	Swan Unit Office	
<b>For copies of the Timber Sale Contract and bid forms, contact:</b>			
Phone	406-542-4300	Forest Management Bureau	DNRC Missoula Office
Phone	406-751-2257	Northwest 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 (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, 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 will be, at a minimum, 15% of the total bid value of the sale. 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. The Dept strongly recommends that bidders evaluate these effects before bidding.
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. The Dept 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 sale contract are not guaranteed.
13. This prospectus is provided for information purposes only. If the prospectus is in error or contradicts the Timber Sale Contract, the contract governs.

**Additional Sale Information:**

1. All units are in a "closed" Grizzly Bear Subunit. This means that harvest operations are restricted and may only occur between November 16th and March 1<sup>st</sup> for the years 2013 and 2014. In 2015 the Grizzly Bear Subunit "opens" which allows harvest operations to occur from June 16<sup>th</sup> to March 31<sup>st</sup>. Grizzly Bear Spring Habitat closures will be applicable between April 1<sup>st</sup> and June 15, 2015. No activity may occur behind road closures during this time.
2. In addition, units 18-07, 18-16, and 18-27 are restricted to the winter operating period from award of the contract to March 1, 2013; November 16, 2013 to March 1, 2014; and November 16, 2014 to March 1, 2015.
3. Unit 18-27 has trees marked to cut outside the unit boundaries.
4. Units 18-07, 18-16, and 20-11 have SMZ areas flagged. Cut trees are marked for harvesting.
5. Unit 20-09 has an SMZ and ERZ area flagged. Leave trees are marked retention and unmarked trees should be harvested.
6. Requires winter road building during the operational period of November 16<sup>th</sup> – March 31<sup>st</sup>. Spreading of gravel, blading, and other road maintenance activities can be done during the summer.
7. Weed spraying is required on all designated haul routes behind road closures prior to or the spring following completion of all commercial activities. Weed spraying application must be completed by July 1<sup>st</sup>. Spraying shall be done by a commercial applicator licensed by the State of Montana or by personnel under the direct supervision of the licensed applicator.
8. The road junction of Spur 1807 and Highway 83 is aligned such that making a turn to head north on Highway 83 may not be feasible. Log trucks may need to establish a turnaround south of the road junction to travel north. Reconstruction of the intersection is not possible due to buried phone lines. A secondary option is to use a longer skidding distance from the north end of the unit to State Meadows Road.
9. "Non-sawlog material may be purchased if approved by the Forest Officer. This material would be billed at a negotiated rate as detailed in a contract amendment."

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

<b>Scout Lake 3</b>											
<b>Timber Sale Cruise Data</b>											
SPECIES	DF	WL	LP	ES	AF	GF	CE	WP	Dead	TOTAL or AVE	
Minimum Bid										<b>\$25.26/ton</b>	
Pounds per cubic foot	62	58	56	57	55	60	44.0	60.0			
Estimated tons of sawlogs (5.6" top DIB)	4,592	4,790	112	2,005	749	2,435	190	295		<b>15,169 tons</b>	
Estimated tons of other material (pulp, etc)										0 tons	
Gross MBF (Scribner 5.6" top DIB)	906	1,183	26	391	117	517	43	61		3,245 MBF	
% Cull and Breakage	15	17	22	14	12	26	16	17		17.1%	
Net MBF (Scribner 5.6" top DIB)	773	986	21	337	103	384	36	51		2,690 MBF	
Average logs per MBF	16	10.3	19.4	20.3	37.3	23.3	22.9	18		16.5 logs/M	
Average DBH	15.8	19.6	14	12.6	9.3	12.8	14.8	11.8		14.1 in.	
Average tons per acre harvested in leave-tree marked units										70 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										12.5 MBF/ac	
Range of cut trees per acre based on unit cruise										5-110	
Calculated Sampling Error: Total cruised volume will fall between	2,379 and 3,002 Net MBF in 9 out of 10 cruises									11.6%	
<b>Tons Per Thousand Board Feet</b>											
Contract Value - Estimated tons hauled per thousand Scribner board feet	15,169 estimated tons to a 5.6 inch top / 2,690 Net MBF Scribner to a 5.6 inch top DIB									5.64 tons/MBF	

<b>Contract Information</b>	
Contract ending date	8/31/2016
Contract length	43 months
Operating Season:	Award of contract - 3/1/2013; 11/16/2013 - 3/1/2014; 11/16/2014 - 3/1/2015; 6/16/2015 - 3/1/2016



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

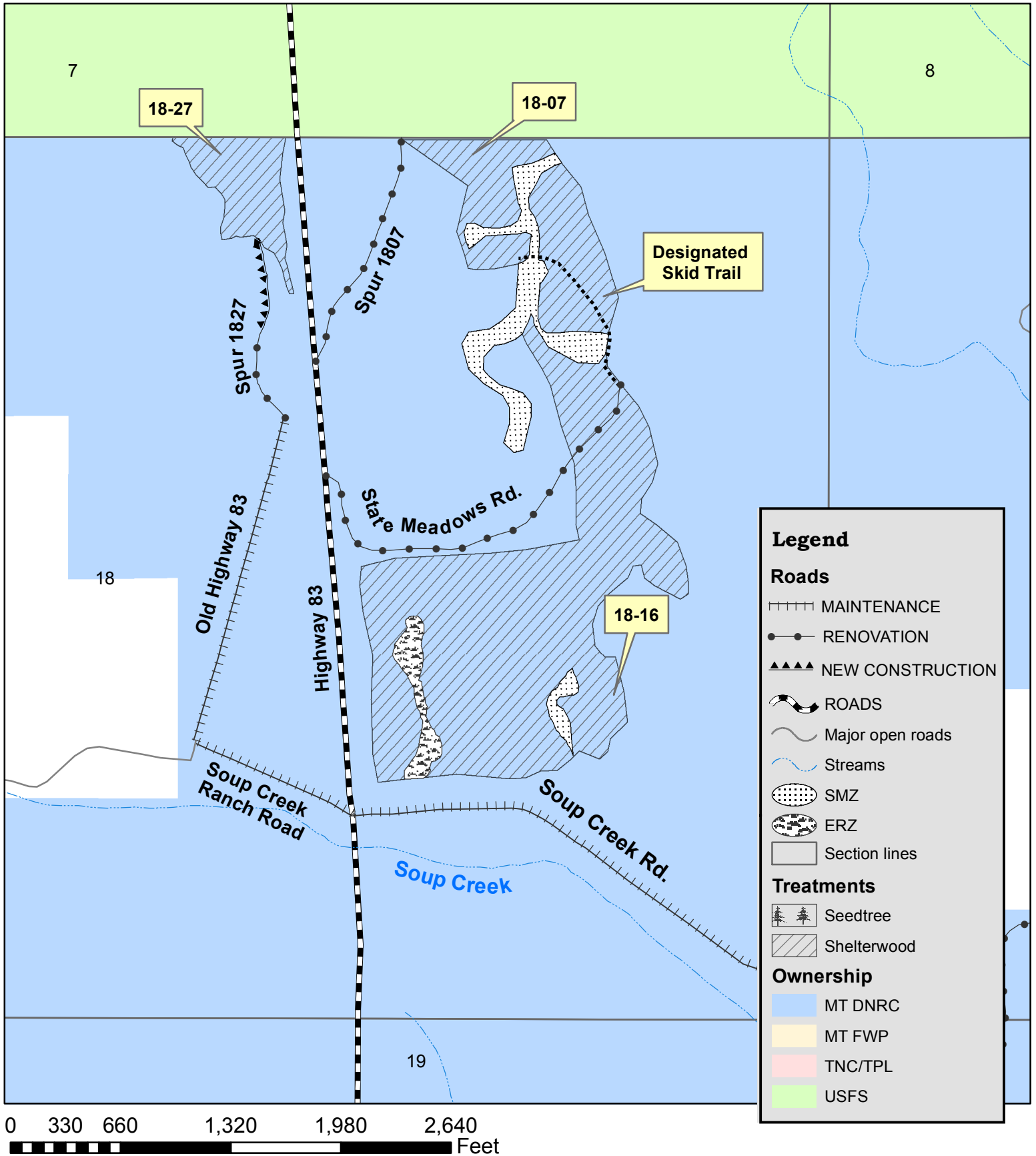
Legal description by trust					Unit harvest volume			
Legal description - subdivisions	Section	Twn	Rge	Grant	Unit #	Acres	Est Tons	Est MBF
NE1/4	18	24N	17W	CS	18-07	7	310	54
E1/2	18	24N	17W	CS	18-16	64	2,781	487
NW1/4	18	24N	17W	CS	18-27	7	297	52
NW1/4	20	24N	17W	CS	20-09	46	4,380	783
NE1/4	20	24N	17W	CS	20-11	14	1,153	205
ALL	20	24N	17W	CS	20-24	58	4,667	829
SE1/4	20	24N	17W	CS	20-25	20	1581.0	281
See Instructions for how to fill in this table								
Totals						216 Ac.	15,169 T	2,690 M

# Scout Lake Sale 3

## Unit and Haul Route Map

### Section 18 T24N, R17W

#### Attachment A2

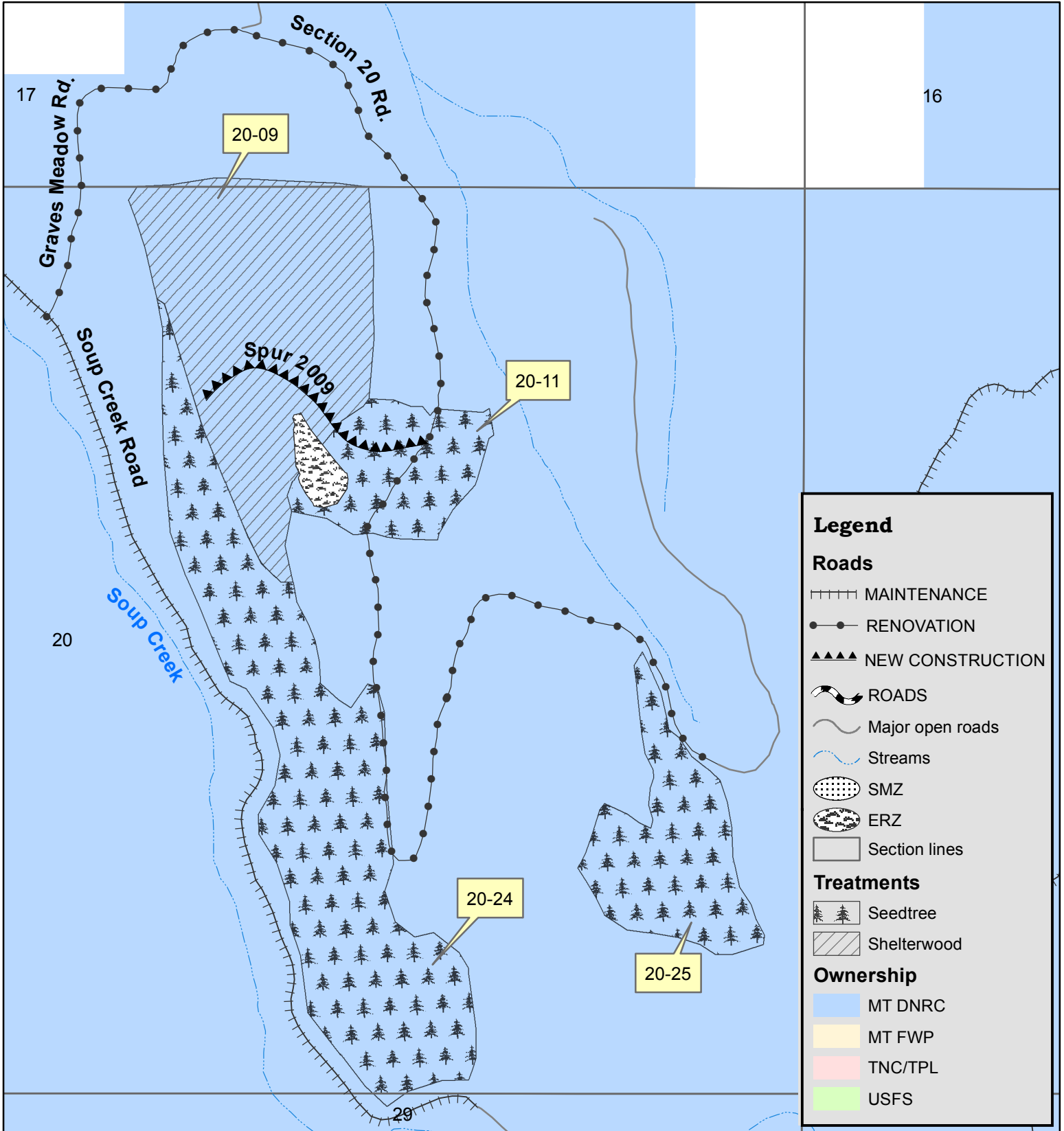


# Scout Lake Sale 3

Unit and Haul Route Map

Section 20 T24N, R17W

Attachment A3



**Legend**

**Roads**

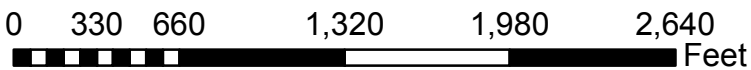
- ++++ MAINTENANCE
- RENOVIATION
- ▲▲▲ NEW CONSTRUCTION
- ~ ROADS
- Major open roads
- ~ Streams
- ◻ SMZ
- ◻ ERZ
- ◻ Section lines

**Treatments**

- ◻ Seedtree
- ◻ Shelterwood

**Ownership**

- ◻ MT DNRC
- ◻ MT FWP
- ◻ TNC/TPL
- ◻ USFS



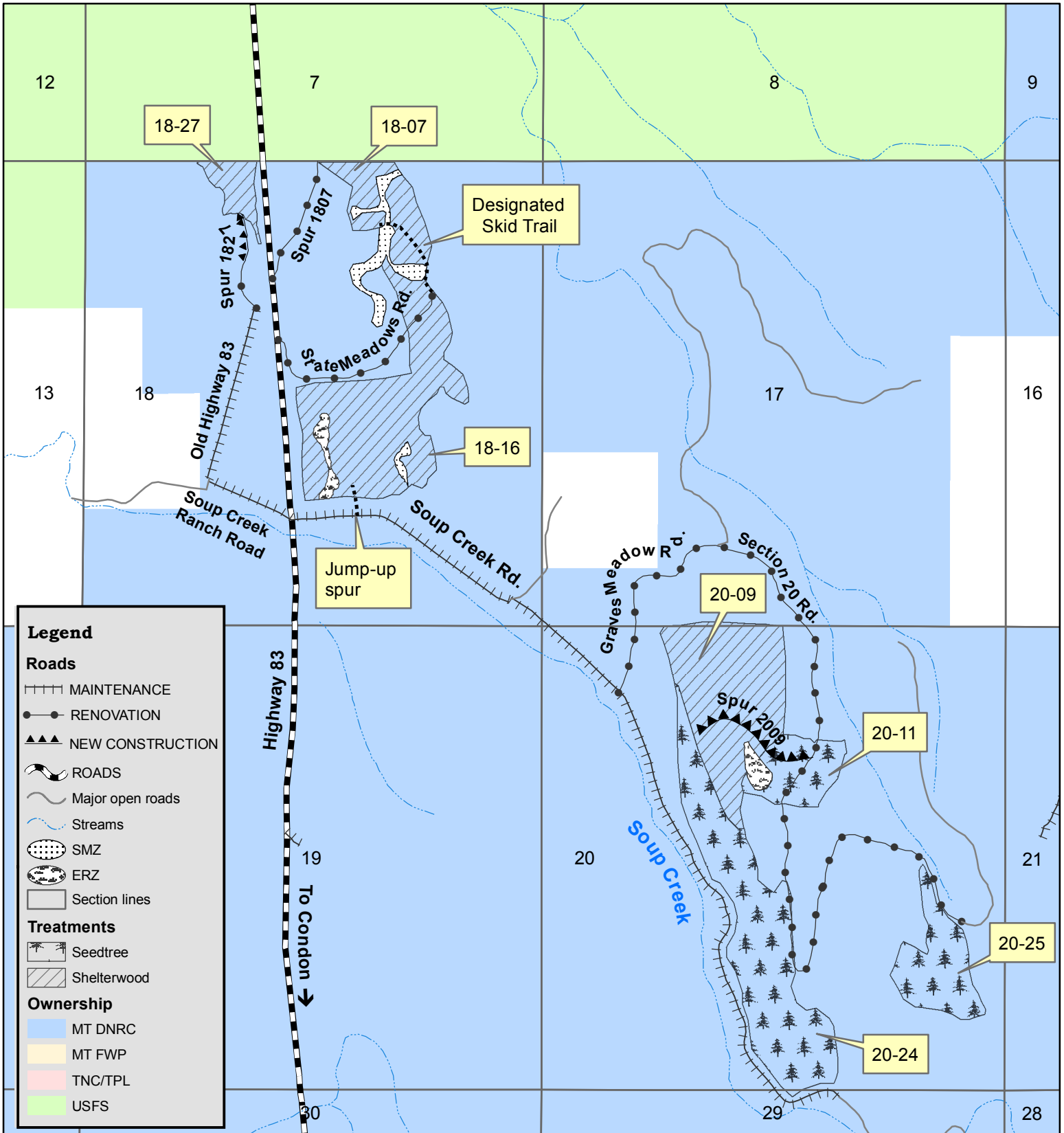


# Scout Lake Sale 3

## Unit and Haul Route Map

### Section 20 T24N, R17W

#### Attachment A4



**Legend**

**Roads**

- ▬▬▬ MAINTENANCE
- RENOVATION
- ▲▲▲ NEW CONSTRUCTION
- ROADS
- Major open roads
- Streams
- ▨ SMZ
- ▨ ERZ
- ▭ Section lines

**Treatments**

- 🌲 Seedtree
- ▨ Shelterwood

**Ownership**

- 🔵 MT DNRC
- 🟡 MT FWP
- 🔴 TNC/TPL
- 🟢 USFS

