

NOTICE OF SALE

GOOD NEIGHBOR AUTHORITY AND STATE TRUST LANDS

Department of Natural Resources & Conservation Timber Permits

The Colbert Creek Timber Permit is located within Section 36, T2N-R6W, on the State's Helena Unit. The GNA Whiskey Gulch Timber Permit is located within Sections 25, 26, and 35, of T2N – R6W within the Butte Field Office of the Bureau of Land Management. Approximately **1,337 tons** are being offered for sale by DNRC State Trust Lands. Approximately **3,459 tons** of federal timber are being offered for sale by the DNRC through the Good Neighbor Authority.

The successful bid will be determined by combining the DNRC Good Neighbor Authority and DNRC State Trust Lands bid values. The successful bidder will be responsible for executing and completing separate contracts with both the DNRC Good Neighbor Authority and DNRC State Trust Lands.

Sealed bids will be opened at the Department of Natural Resources & Conservation, 2705 Spurgin Road, Missoula, Montana on **March 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 **\$100.00** for the Whiskey Gulch Permit and a separate deposit of **\$536.00** for the Colbert Creek Permit in cashier's check, certified check, bank money order or bank draft to be applied to the first permit invoice for the successful bidder. Bid bonds will be accepted and, for the successful bidder, will be closed upon execution of the Timber Permit Contract and Timber Permit Bond.

The two permits will be awarded to the highest responsible bidder. If the successful bidder is unable to execute the contracts within 30 calendar days from the date the permits are 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 Permit prospectus, Permit contract and bid form from the Department of Natural Resources & Conservation, Trust Land Management Division or Good Neighbor Authority Bureau, in Missoula (406-542-4300).

Visit our Trust Lands website at <http://dnrc.mt.gov/divisions/trust/forest-management/timber-sale-information>, or the GNA website at <https://gna-mtdnrc.hub.arcgis.com/pages/currently-advertised-timber-sales> for upcoming sales and bid results.

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

Timber Permit Name: Colbert Creek and Whiskey Gulch			
For specific information, contact: Devin Healy (State Trust Lands) or Ann Parks (GNA)			
Phone	406-458-3516 (Devin)		406-702-5148 (Ann)
For copies of the Timber Permit Contract and bid forms, contact:			
Phone	406-542-4300	Forest Management Bureau	DNRC Missoula Office
Phone	406-458-3500	Central	Land Office

General Bidding Information

1. Two Timber Permits are being bid together: the DNRC Good Neighbor Authority Whiskey Gulch Timber Permit and the DNRC State Trust Lands Colbert Creek Timber Permit. **Purchasers will submit one bid sheet for two separate timber permits.** The two permits have separate minimum bid rates and contracts. All contract requirements such as bonds are separate. Contract requirements differ, and purchasers should familiarize themselves with all aspects of both timber permit packages. The winning bid will be determined by adding together the total bid value of the DNRC GNA Whiskey Gulch Timber Permit and the DNRC State Trust Lands Colbert Creek Timber Permit
2. Bids must be submitted on Department of Natural Resources & Conservation (State) bid forms.
3. Timber will be sold to the highest responsible bidder; however, the State reserves the right to reject any or all bids.
4. 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.
5. **Bid Deposits** 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.
6. The Purchaser must submit separate **Performance Bonds** to the State within 30 days of notification of Permit award. The bond amount will be \$1,000 for the Whiskey Gulch Permit, and \$1000 or 5% of the value of the Colbert Creek Permit, whichever is greater. The performance bond may be cash, irrevocable letter of credit, surety bond or certificate of deposit. The performance bonds must be maintained separately from other payments for the duration of the Timber Permit Contract. See the Timber Permit Contracts for additional information.
7. 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.
8. At rates specified in the Contract, the purchaser will pay **Forest Improvement Fees** on all sawlog volume from the Colbert Creek Timber Permit.
9. The Colbert Creek Permit 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.
10. The Whiskey Gulch permit is being sold as a lump sum. Minimum price and bid price are on a lump sum basis. Unless otherwise specified, the price applies to all species and products, green and dead.
11. The State has estimated the net scale merchantable sawlog volume to be sold under these Contracts. The actual percentage will vary based on the log manufacturing and recovery specifications of the purchaser and tree conditions in the Permit 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.
12. 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.
13. Bidders are encouraged to examine the complete Timber Permit Packages and Permit Area prior to bidding. Additional information is available at the phone numbers shown above.
14. Estimates for Permit volume, species precents, defect, product class, etc. provided in this prospectus and volume estimates listed in the Timber Permit Contract are not guaranteed.
15. This prospectus is provided for information purposes only. If the prospectus is in error or contradicts the Timber Permit Contract, the Contract governs.

Additional Permit Information:

1. **Two Timber Permits are being offered and bid together: the GNA Whiskey Gulch Timber Permit and the State Trust Lands Colbert Creek Timber Permit.** Purchasers will submit bids for each of the permits, on a single bid form. The timber permits have separate minimum bid rates and contracts.
2. All contract requirements such as bonds are separate. Contract requirements differ, and purchasers should familiarize themselves with all aspects of both packages.
3. **The winning bid will be determined by DNRC adding together the total bid value of the GNA Whiskey Gulch Timber Permit and the State Trust Lands Colbert Creek Timber Permit. One Bidder will be awarded both Permits based on highest total value.**
4. the GNA Whiskey Gulch Timber Permit is on Bureau of Land Management land and is being performed under the Good Neighbor Authority. The Colbert Creek Timber Permit is on State of Montana Trust Land. Potential Purchasers should be aware that this is a partnership between the Montana DNRC and the US Bureau of Land Management, to increase the pace and Scale of forest restoration on BLM System Lands. Considering this is one of the first Good Neighbor Timber Permits in Montana, Good Neighbor Authority is a high priority of both agencies, and it has a high degree of public interest, the purchaser should expect increased DNRC, Forest Service, and public attention on this timber Permit. The DNRC and BLM may wish to have public or media tours of this timber Permit and we will encourage active involvement by the timber Permit purchaser and their contractors.
5. Whiskey Gulch Timber Permit:
 - a. Under the Good Neighbor Authority all NEPA mitigations and management plan requirements must be adhered to. Specific mitigations to do so are written into the contract. The DNRC encourages potential purchasers to familiarize themselves with these mitigations prior to bidding.
 - b. The Whiskey Gulch permit is a lump sum permit. A single price will be paid for the entire sale, regardless of the actual tonnage of any product that is harvested. The purchaser is required to cut and haul all sawlogs and other material as defined in the contract.
6. The Purchaser and Forest Officer shall agree to a plan for manufacturing, sorting, ticketing and hauling sawlogs and other material prior to felling timber. The plan will be agreed to and signed at the pre-operations meeting.
7. The first 3.365 miles of Rader Creek/Toll Mtn Road is under Forest Service jurisdiction (FSR 240). The purchaser must adhere to all terms described in the Road Use Agreement and contract Attachment B.
8. Dust abatement with water is required for approximately 0.75 miles along Rader Creek/Toll Mtn Road both prior to and during hauling.

Timber Sale Information Sheet
Montana Department of Natural Resources and Conservation

Whiskey Gulch GNA										
Timber Sale Cruise Data										
SPECIES	PP	DF	WL	LP	WF					TOTAL or AVE
Minimum Bid per ton										
Pounds per cubic foot		62								
Estimated tons of sawlogs (5.6" top DIB)		3,459								3,459 tons
Estimated tons of other material (pulp, etc)		154.8								155 tons
Gross MBF (Scribner 5.6" top DIB)		382								382 MBF
% Cull and Breakage		27								26.8%
Net MBF (Scribner 5.6" top DIB)		280								280 MBF
Average logs per MBF		50.4								
Average DBH		12.1								
Average tons per acre harvested in leave-tree marked units	→									
Average tons per acre harvested in cut-tree-marked units	→									
Average MBF to cut per acre on the timber sale	→									1.8 MBF/ac
Range of cut trees per acre based on unit cruise	→									
Calculated Sampling Error: Total cruised volume will fall between	373 and 476 Net MBF									12.1%
Tons Per Thousand Board Feet										
Contract Value - Estimated tons hauled per thousand Scribner board feet	3,459 estimated tons to a 5.6 inch top / 280 Net MBF Scribner to a 5.6 inch top DIB									12.37 tons/MBF

Contract Information	
Contract ending date	10/15/2024
Operating Season:	When ground conditions meet Section VII. L. 1 and 2 as approved by the Forest Officer

Timber Sale Information Sheet
Montana Department of Natural Resources and Conservation

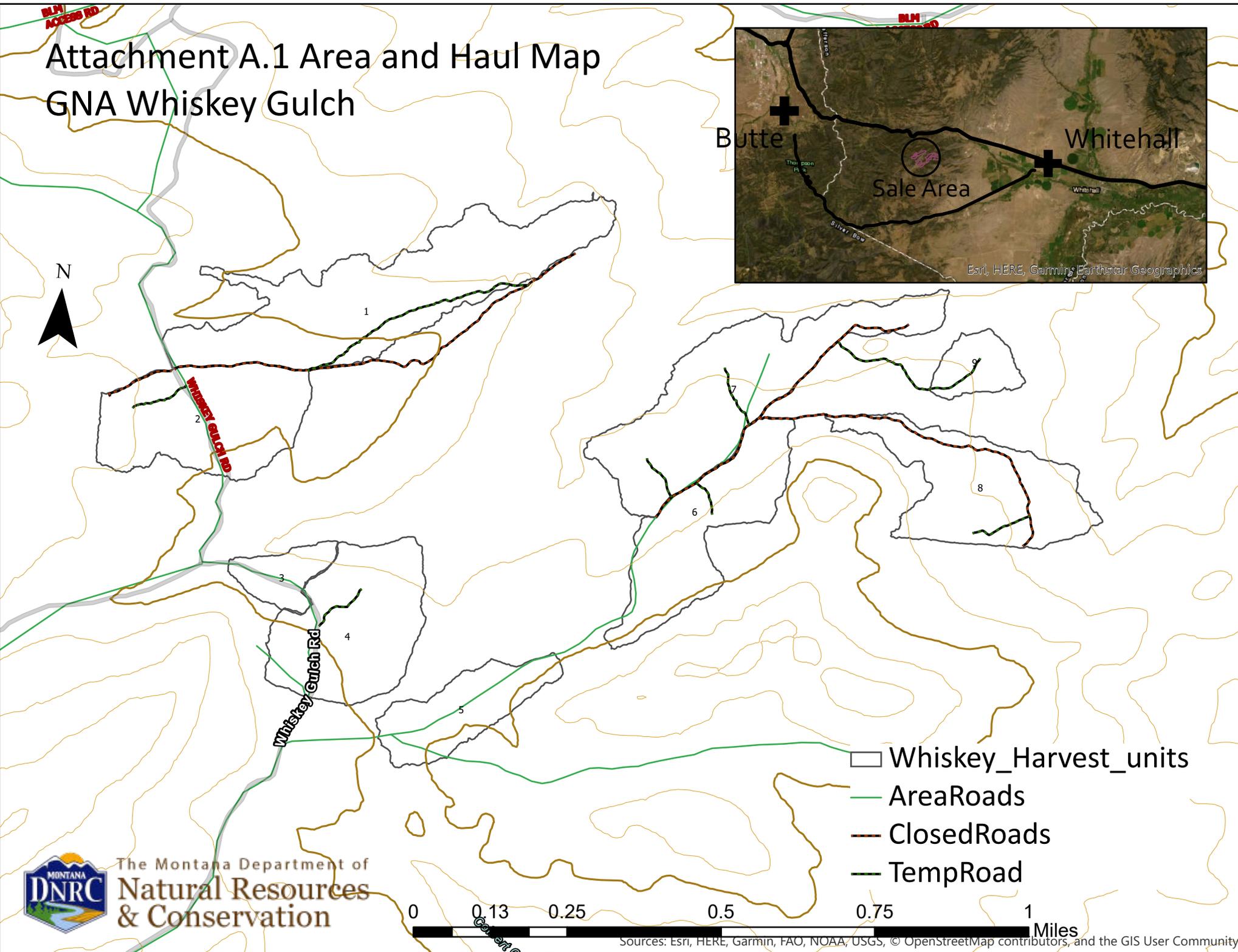
Logging Information	
% of volume logged by clearcut or seed tree cut	00%
% of volume logged with tractors	100%
% of volume logged by ground lead (jammer)	00%
% of volume logged by skyline	00%
Yarding distance tractor (average)	700 ft.
Yarding distance ground lead (average)	0 ft.
Yarding distance skyline (average)	0 ft.
Estimated haul distance (paved)	60 miles
Estimated haul distance (unpaved)	7.0 miles

Purchaser fees and estimated costs	
Forest Improvement fee perMBF	\$0.00/MBF
Forest Improvement fee per ton	\$0.00/ton
Forest Improvement fee estimated total	\$0.00
Forest Improvement fee quarterly installment	\$0.00
Estimated Purchaser-do FI total \$	\$0
Estimated Purchaser-do FI per ton	\$0.00/ton
Estimated Purchaser-do slash disposal work total	
Estimated Purchaser-do slash disposal work per ton	\$0.00/ton

Road development and maintenance fees and estimates	
Estimated road development cost total	\$8,846
Estimated road development cost per ton	\$2.56/ton
Estimated road development cost perMBF	\$31.63/MBF
Estimated Purchaser-do road maintenance cost total	\$8,846
Estimated Purchaser-do road maintenance cost per ton	\$2.56/ton
Private road maintenance charges per ton	
USFS road maintenance charges per ton	
Miles of road construction	1.0 miles
Miles of road reconstruction	1.0 miles
Miles of road with site improvements	
Miles of road reclamation or abandonment	0.0 miles
Miles of road maintenance and blading	7.2 miles

Unit harvest volume				
Unit #	Acres	Est Tons	Est MBF	Harvest date
1	47.72	1,068	89	August 31, 2024
2	25.99	635	53	August 31, 2024
3	7.51	222	18	August 31, 2024
4	33.26	486	41	August 31, 2024
5	18.03	268	22	August 31, 2024
6	26.36	838	70	August 31, 2024
7	43.11	770	64	August 31, 2024
8	34.35	688	57	31-Aug-2024
9	6.89	114	9	31-Aug-2024
	243 Ac.	5,088 tons	424 MBF	

Attachment A.1 Area and Haul Map GNA Whiskey Gulch

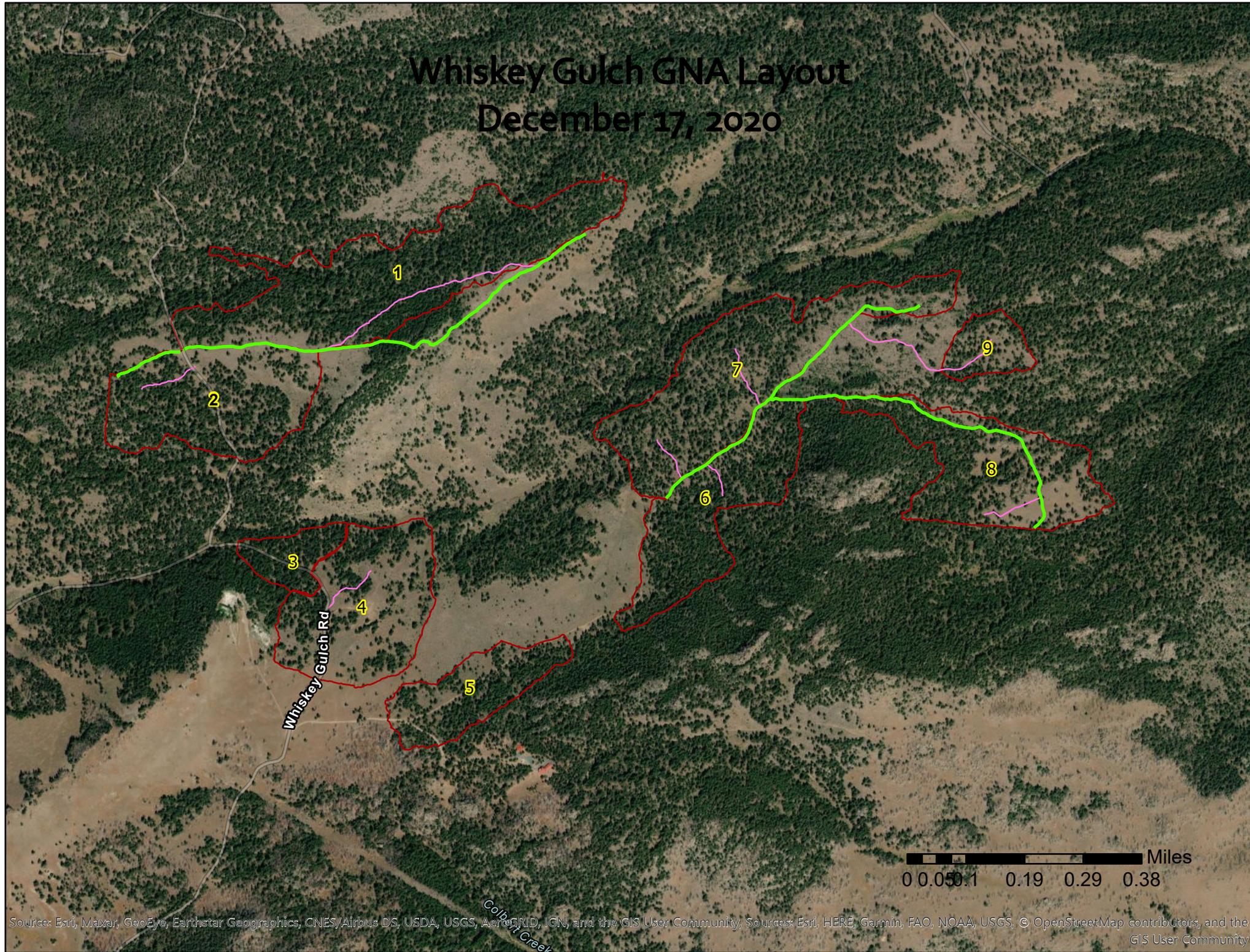


- Whiskey_Harvest_units
- AreaRoads
- ClosedRoads
- TempRoad



Whiskey Gulch GNA Layout

December 17, 2020



Miles
0 0.05 0.1 0.19 0.29 0.38

Attachment A.3 Sale Map

GNA Whiskey Gulch

N



CuttingUnit	Acres
1	54
2	33
3	7.4
4	32
5	17
6	28
7	44
8	32
9	7.3

	TempRoad
	ClosedRoads
	AreaRoads
	LTM_Units
	DxD_Units



Timber Sale Information Sheet
Montana Department of Natural Resources and Conservation

Colbert Creek Timber Permit												
Timber Permit Cruise Data (Scribner 5.6" top DIB, Filter: All All Cut)												
SPE CIES	PP	DF	WL	LP	ES	GF	RC	AF	WP	Dead	TOTAL or AVE	
Minimum Bid per ton												\$8.02
Pounds per cubic foot		61.7								40.0		
Estimated tons of sawlogs		1337								0		1,337 tons
Estimated tons of non-sawlog material		29								0		29 tons
Gross MBF		174								0		174 MBF
% Cull and Breakage		26.0								0.0		19.3%
Net MBF		129								0		140 MBF
Average logs per MBF		39.1								0.0		39.1 logs/MBF
Average DBH		11.5								0.0		11.5 in.
Average tons to cut per acre												21 tons/ac
Average MBF to cut per acre												1.9 MBF/ac
Total Average TPA Cut												87
Calculated Sampling Error: Total cruised volume will fall between							90 and 167 Net MBF in 9 out of 10 cruises					30.0%
Tons Per Thousand Board Feet												
Conversion Factor - Estimated tons hauled per thousand Scribner board feet							1,337 estimated tons / 140 Net MBF					9.55 tons/MBF

Contract Information		
Contract Termination Date:	August 31 2024	
Operating Period:	Year-Round when soil conditions allow (Section VII.L.1&2)	

Logging Information	
% of volume logged by clearcut or seed tree cut	100%
% 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.
Estimated haul distance (paved)	56.0 miles
Estimated haul distance (unpaved)	7.2 miles

Purchaser fees and estimated costs	
Forest Improvement fee per MBF	\$9.15/MBF
Forest Improvement fee per ton	\$0.96/ton
Forest Improvement fee estimated total	\$1,283.52
Forest Improvement fee quarterly installment	N/A
Estimated Purchaser-do FI total \$	\$516
Estimated Purchaser-do FI per ton	\$0.39/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	\$946
Estimated road development cost per ton	\$0.71/ton
Estimated road development cost perMBF	\$6.76/MBF
Estimated Purchaser-do road maintenance cost total	\$3,113
Estimated Purchaser-do road maintenance cost per ton	\$2.33/ton
Private road maintenance charges per ton	\$0.00/ton
USFS road maintenance charges per ton	\$0.00/ton
Miles of road construction	0.1 miles
Miles of road reconstruction	0.0 miles
Miles of road with site improvements	0.0 miles
Miles of road reclamation or abandonment	0.1 miles
Miles of road maintenance and blading	7.2 miles

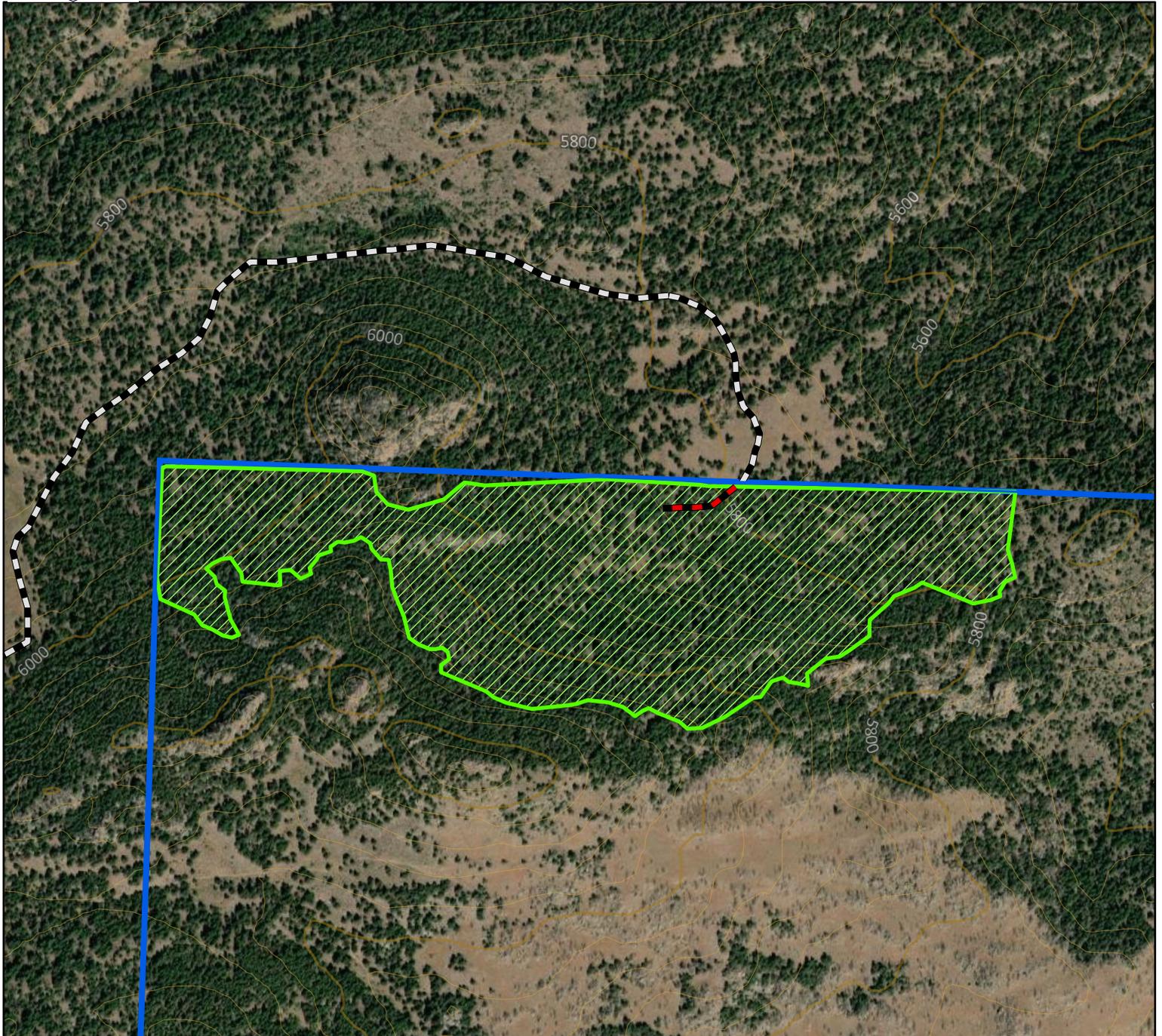
Unit harvest volume				
Unit #	Acres	Est Tons	Est MBF	Harvest Deadline
Unit 1	66.99	1337	129	August 1, 2024
	67 Ac.	1,337 tons	129 MBF	



Colbert Creek Timber Permit

Permit Map
T2N R6W Section 36

N



DNRC Trust Lands

Road Type

Haul Route

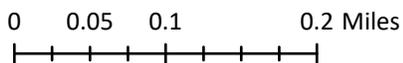
Temporary Road

Harvest Method

Tractor

Harvest Unit Harvest Method Harvest Prescription Acres

1	Tractor	Seed Tree	67
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Colbert Creek Timber Permit



Haul Route
Legal Description

