NOTICE OF SALE

Department of Natural Resources & Conservation Timber Sale

The McKay Creek Timber Sale is located within Section 36, T26N-R32W on the State's Plains Unit. Approximately 44,780 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 **June 1, 2023 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 \$35,712.00**, 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 15, 2023 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 <u>http://dnrc.mt.gov/divisions/trust/forest-management/timber-sale-information</u> for upcoming sales and bid results.

TIMBER SALE PROSPECTUS

STATE OF MONTANA DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION

Timber Sale Name: McKay Creek								
For specific sale information, contact: Joe Buchanan								
Phone	406-826-4725 Plains 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.
- 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. <u>The State strongly recommends that bidders evaluate these effects before bidding.</u>
- 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 estimates based on Contract requirements</u>. 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. A key will be needed to access portions of the sale area. Contact Joe Buchanan at 406-826-4725 to check out a key.
- 2. Depending on Harvest Unit, the Contract includes the following Logging Requirements:

G. SPECIAL OPERATING REQUIREMENTS: The following requirements are to be performed by the Purchaser in specific sale units as shown in Section VII.F, UNIT DESIGNATIONS.

- 1. CONVENTIONAL GROUND-BASED YARDING: This unit may be yarded using conventional ground-based yarding equipment.
- SKYLINE YARDING REQUIREMENTS: A skyline yarding system capable of yarding 1,600-2,000 feet external yarding distance uphill must be used. A carriage capable of 50 feet minimum lateral yarding distance is required. The carriage must maintain a fixed position on the skyline while lateral yarding.
 - a. Skyline corridors shall be spaced not less than 75 feet apart unless approved by the Forest Officer. In the case of ridges where fan-shaped settings are required, the minimum distance at the widest divergence will be 150 feet.
 - b. The location of all skyline corridors shall be approved by the Forest Officer in advance of any felling operations.
 - c. Purchaser will be required to locate the following prior to approval by the Forest Officer:
 - i. all corridors after determining adequate deflection (minimum 5%)
 - ii. tail trees or tail holds
 - iii. intermediate support tree
 - iv. guyline anchors
 - v. blind leads
 - vi. decking areas
 - d. Clearing width for corridors must be kept to the absolute minimum necessary to accommodate yarding and shall not exceed 12 feet.
 - e. Except for lateral yarding, logs shall be yarded with one end suspended or fully suspended.
 - f. Multispan skyline yarding required: To obtain adequate deflection, intermediate supports may be required on some corridors.
 - g. High tail trees required: Tail trees or lift trees suitable to obtain adequate deflection may be required.
 - h. When rigging is attached to trees not designated for cutting, tree plates or similar effective protective devices may be required and will be removed at completion of use.
 - i. Mobile tailholds or mobile guyline anchors are restricted to areas where it is not necessary to build constructed trails for equipment access unless agreed upon in writing by the Forest Officer.
 - j. In the event that special problems outside the scope of the skyline logging specifications are identified by either party, the Purchaser and the Forest Officer will mutually agree upon the solution.
- 3. RESERVED SUBMERCHANTABLE TREE PROTECTION: Care shall be exercised in felling and skidding operations to minimize damage to submerchantable trees. If damage is excessive as determined by the Forest Officer, operations may be suspended until suitable arrangements are made to reduce damage.
- 4. SLASHING OF LOGGING-DAMAGED TREES REQUIRED: The Purchaser shall fell all submerchantable trees with logging-related root or stem damage, causing lean. The stem shall be completely severed from the stump below the lowest live limb. The maximum stump height shall be 12 inches on the uphill side.
- 5 HIGH BANKING REQUIRED/MAY BE REQUIRED: Fall trees on uphill side that are reachable from the road.
- 6 EQUIPMENT RESTRICTION ZONE, STREAMSIDE MANAGEMENT ZONE: Equipment is prohibited from operating in areas designated as equipment restriction or streamside management zones. All trees designated for harvest within such zones shall be winchline skidded to skid trails outside the zone. Designated crossings must be approved by the Forest Officer. Slash will not be piled in or pushed into the zone.
- 7 SKID TRAIL ACROSS SMZ: Equipment allowed to cross and skid across class 3 streams at designated areas approved by the Forest Officer. Skid trails must be spaced 200 ft apart and soil moisture must be below 20%.

- 8 SKID TRAIL SPACING: Skid trails shall be spaced not less than 60 feet apart between trails except at common landings.
- 9 TRAIL: A recreational hiking trail is located within the unit. The trail will be protected to the best ability of the operators. Once harvesting is complete within the unit, the trail will be cleared and reconstructed as directed by the Forest Officer.
- 10 TRAFFIC CONTROL REQUIRED FOR FELLING ALONG ROADS: When felling operations begin along public roads, traffic guards with "STOP" signs shall be posted 500 feet in both directions from the units on open roads, providing a safety zone to warn oncoming traffic that logging operations are in progress. All traffic shall be stopped when tree felling is in progress. Traffic stops should not exceed 15 minutes at any one time. All saws will be shut off when traffic is moving through the safety zone. Wedges and/or jacks shall be used to ensure trees do not fall onto the roadway. In the event a tree falls across the roadway, all debris shall be removed immediately from the roadway and right-of-way. Closing open roads during logging operations for extended periods need to be approved by the Forest Officer.
- 11 RETENTION OF SUB MERCHANTABLE AND VEGETATION ALONG OPEN ROAD: All sub merchantable and vegetation will be retained for 50-100 ft from the toe of open road depending on thickness for Grizzly Bear visual screening. Skid trails allowed at locations approved by Forest Officer.
- 12 SEASONAL RESTRICTIONS: Motorized activities are restricted in the spring from April 1 June 15 behind gated roads within the Grizzly Bear Cabinet Yaak Ecosystem.
- 3. The Contract requires the Purchaser to furnish the materials below, and grass seed as listed in Attachment B:

TABLE B-2: MATERIALS FURNISHED AND INSTALLED BY THE PURCHASER:

The Purchaser is required to furnish the described material and install as required in Attachment B. Quantities are estimated, and the Attachment B requirements and specifications must be met regardless of the estimated amounts. All materials furnished by the Purchaser become the property of the State when installed. If, due to a minor design change, material is not installed, the material will be delivered to the nearest DNRC Unit Office and become property of the State upon delivery.

Corrugated Metal Pipe				Other Materials				
No.	Diameter	Length	Gauge	Amount Description				
1 1	18" 18"	44' 45'	16 16	 2 Well Casing – Super Gate 2 18" Bands 				
	Fill Material							
	Yards			Туре	pe Delivery Location			
	2 Rock armor				McKay Road #1			

Timber Sale Information Sheet Montana Department of Natural Resources and Conservation

					McKay	Creek						
		Timbe	er Sale Cru	uise Data	(Scribner	5.6" top D	B, Filter:	All All Cu	it)			
SPECIES	PP	DF	WL	LP	ES	GF	RC	AF	WP	WH	Dead	TOTAL or AVE
Minimum Bid per ton												\$15.95
Pounds per cubic foot	62.0	61.7	58.3	56.0	57.0	60.0	44.0	55.0	60.0	60.0	40.0	
Estimated tons of sawlogs	630	17241	9506	961	1752	3617	4907	58	70	5704	332	44,780 tons
Estimated tons of non-sawlog material												0 tons
Gross MBF	141	3275	2038	178	363	726	1041	9	13	870	279	8,935 MBF
% Cull and Breakage	12.3	16.4	17.0	15.0	11.8	19.6	14.2	15.0	20.0	7.8	69.8	17.1%
Net MBF	123	2739	1692	151	320	583	893	8	10	803	84	7,405 MBF
Average logs per MBF	8.8	17.5	20.1	28.3	14.2	19.3	30.9	41.5	18.1	30.1	44.3	21.5 logs/MBF
Average DBH	19.7	14.3	12.8	10.1	14.5	13.4	10.6	10.0	17.0	10.2	16.8	12.4 in.
Average tons to cut per acre											\longrightarrow	91 tons/ac
Average MBF to cut per acre											\longrightarrow	15.1 MBF/ac
Total Average TPA Cut							159					
Calculated Sampling Error: Total cruised volume will fall between 6,700 and 8,114 Net MBF in 9 out of 10 cruises							9.5%					
		Ton	s Per Thous	and Board	Feet							
Conversion Factor - Estimated tons hauled per thousand Scribner board feet 44,780 estimated tons / 7,405 Net MBF							6.05 tons/MBF					

Contract Information					
Contract Termination Date:	7/15/2027				
Operating Period:	June 16th - March 31st, When soil conditions are dry, frozen, or snow covered. Seasonal Restrictions.				

Timber Sale Information Sheet Montana Department of Natural Resources and Conservation

Logging Information					
% of volume logged by clearcut or seed tree cut	100%				
% of volume logged with tractors	64%				
% of volume logged by skyline	36%				
% of volume logged by other system (specify)	00%				
Yarding distance tractor (average)	300ft				
Yarding distance skyline (average)	500ft				
Yarding distance other system (specify)	0 ft.				
Estimated haul distance (paved)	37.0 miles				
Estimated haul distance (unpaved)	7.0 miles				

Purchaser fees and estimated costs						
Forest Improvement fee perMBF	\$26.60/MBF					
Forest Improvement fee per ton	\$4.40/ton					
Forest Improvement fee estimated total	\$197,032.00					
Forest Improvement fee quarterly installment	\$32,838.67					
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					

Road development and maintenance fees and estimates					
Estimated road development cost total	\$136,466				
Estimated road development cost per ton	\$3.05/ton				
Estimated road development cost perMBF	\$18.43/MBF				
Estimated Purchaser-do road maintenance cost total	\$6,110				
Estimated Purchaser-do road maintenance cost per ton	\$0.14/ton				
Private road maintenance charges per ton	\$0.00/ton				
USFS road maintenance charges per ton	\$0.00/ton				
Miles of road construction	4.0 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	6.2 miles				

	Unit harvest volume							
Unit #	Acres	Est Tons	Est MBF	Harvest Deadline				
Unit-L1	129	8695	1440	March 31, 2027				
Unit-T1	108	12960	2145	March 31, 2027				
Unit-T2	14	2270	375	March 31, 2027				
Unit-T3	101	8030	1330	March 31, 2027				
Unit-L2	17	1100	180	March 31, 2027				
Unit-T6	42	5225	865	March 31, 2027				
Unit-L3	6	130	20	March 31, 2027				
Unit-L4	22	1975	325	March 31, 2027				
Unit-T4	39	3110	515	March 31, 2027				
Unit-T5	12	1285	215	March 31, 2027				
	490 Ac.	44,780 tons	7,409 MBF					





