



# United States Department of the Interior



BUREAU OF LAND MANAGEMENT  
GUNNISON FIELD OFFICE  
210 W. Spencer Ave. Suite A  
Gunnison, CO 81230

## LOS PINOS TIMBER SALE PROSPECTUS Sale Number: COS06-TS-2016-001

Notice is hereby given that the Bureau of Land Management will offer for sale timber as described herein for sealed bid.

All timber sale administration will follow the Bureau of Land Management's 'Forest Product Sale Procedure Handbook Series'. Information regarding bidding and payment has been summarized below to better inform potential purchasers.

### Date and Place of Sale:

A written sealed bid on Form 5450-6 at not less than appraised price and required minimum bid deposit will be received by the Field Office Manager, Bureau of Land Management, 210 West Spencer Avenue, Suite A, Gunnison, Colorado 81230, prior to 10:00 a.m. Mountain Time on Wednesday September 7, 2016. A bid received after 10:00 a.m. on, September 7, 2016 either by mail or in person will not be accepted.

### Location of the Timber:

Hinsdale and Saguache Counties  
Parts of Sections: 29, 30, 31 and 32, T.45N., R.1W., NMPM

Vehicle access to the Los Pinos Sale area is gained from Gunnison County Road Number 27 to Cathedral, east to USFS 788 Road. See vicinity map for vehicle access and log truck haul route which is different.

### Bid Information:

1. Qualification of Bidders: In addition to the bid and bid deposit, the bidder must be able to provide a financial statement and be at least 18 years of age.
2. Bid Amount: No bids will be accepted for less than the price per unit sawlog, biomass and the total appraised price of **\$33,158.18**.
3. Bids and Bid Form: Sealed bids must be submitted in duplicate on Form 5450-6, which can be printed from the following website: <http://www.blm.gov/co/st/en/fo/gfo.html>. Bids must be in a sealed envelope that is clearly marked "Bid For Forest Product" together with identifying sale name, legal description, and time and date of sale. The high bidder will be required to confirm their sealed bid on bid forms "Independent Price Determination Certificate," (Form 1140-6) and sign the "Export Determination," (Form 5450-17) available at the above mentioned website. All timber shall be subject to restrictions related to export and substitution of unprocessed timber from the United States in accordance with P.L. 94-165 and 43 CFR 5400 and 5420, as amended.

4. Deposit with the BLM: this timber will be sold by sealed bid to the highest qualified bidder. A bid deposit of **\$3,400.00** in the form of cash, money order, bank draft, cashier's check or certified check made payable to the Bureau of Land Management, or a bid bond of a corporate surety shown on the approved list of the United State Treasury must accompany the bid. If you are not the successful bidder your deposit will be refunded to you.

5. A copy of the timber sale contract and all associated forms is available at: <http://www.blm.gov/co/st/en/fo/gfo.html> and the Gunnison Field Office.

**Sale Information:**

The objective of this sale is to salvage log Engelmann spruce that has been dead for approximately 3 years. The timber has been cruised by government agents and plot information processed through FSCruise. Cutting unit acreage was determined by GPS travers and GIS aerial imagery for quality control. Unit 1 is 343 acres, Unit 2 is 11 acres and Unit 3 is 67 acres.

**Merchantability Specification:**

Sawlogs are 8 inches in DBH and greater with 6 inch top, at least 8 feet long plus trim and 33 1/3 sound. Biomass is 6 inches in diameter to 4 inches in diameter, at least 8 feet long plus trim and 33 1/3 sound.

**Volume:**

Sawlogs will be offered on a per CF measurement. Biomass must be purchased, removal is optional and will be sold by the ton. If biomass is not removed it must be piled as slash (see Special Terms C14). A CF to pounds conversion factor of 42.15 will be utilized to determine the volume removed from the sale area. Section III of Form5450-6 will not be part of this contract. In lieu of scaling the purchaser will be required to weigh all log truck loads on state certified scales. The following tables are supplied to allow for informed bidding.

**Table 1. Volume Summary.**

Unit	Product	Trees Measured	Quad Mean DBH	Mean Total Height	Avg. Defect (%) CUFT	Net BDFT/CUFT Ratio	Gross BDFT	Gross CUFT	Net BDFT	Net CUFT
1	Sawlog	431	11.2	55.7	16	4.564	1,875,421	410,533	1,555,712	340,878
1	Biomass						254,938	41,830	254,938	41,830
2	Sawlog	48	12.1	56.6	16	4.611	94,436	20,543	78,995	17,134
2	Biomass						9,423	1,608	9,423	1,608
3	Sawlog	98	11.2	55.7	18	4.462	362,404	81,291	296,309	66,403
3	Biomass						53,177	8,650	53,177	8,650

Table 2. Stand Table in Net Volume. AF = sub alpine fir. ES = Engelmann spruce.

DBH	AF (bdft)	ES (bdft)	Total (bdft)	AF (cuft)	ES (cuft)	Total (cuft)
8	2,789	77,539	80,328	776	18,420	19,196
9	13,647	186,004	199,651	3,407	43,542	46,949
10	7,446	165,460	172,906	1,742	42,458	44,200
11	3,059	237,621	240,679	587	56,176	56,763
12	9,916	201,789	211,705	2,125	46,091	48,216
13	0	200,756	200,756	0	42,981	42,981
14	0	189,897	189,897	0	39,772	39,772
15	0	112,917	112,917	0	23,787	23,787
16	0	102,627	102,627	0	20,665	20,665
17	0	105,453	105,453	0	21,557	21,557
18	0	127,817	127,817	0	25,317	25,317
19	0	86,142	86,142	0	16,417	16,417
20	0	20,851	20,851	0	4,083	4,083
21	0	10,343	10,343	0	1,876	1,876
22	0	21,134	21,134	0	3,996	3,996
23	0	24,464	24,464	0	4,663	4,663
24	0	0	0	0	0	0
25	0	5,575	5,575	0	1,043	1,043
26	0	0	0	0	0	0
27	0	0	0	0	0	0
28	0	0	0	0	0	0
29	0	8,625	8,625	0	1,433	1,433
30	0	7,039	7,039	0	1,158	1,158
31	0	0	0	0	0	0
32	0	0	0	0	0	0
33	0	2,108	2,108	0	345	345
<b>Total</b>	<b>36,856</b>	<b>1,894,160</b>	<b>1,931,016</b>	<b>8,636</b>	<b>415,778</b>	<b>424,414</b>

Table 3. Species Volume by Unit. AF = sub alpine fir. ES = Engelmann spruce.

Unit	AF (bdft)	ES (bdft)	Total (bdft)	AF (cuft)	ES (cuft)	Total (cuft)
1	37,703	1,518,020	1,555,723	8,261	332,617	340,878
2	0	79,004	79,004	0	17,134	17,134
3	1,673	294,616	296,289	375	66,028	66,403
<b>Total</b>	<b>39,376</b>	<b>1,891,640</b>	<b>1,931,016</b>	<b>8,636</b>	<b>415,778</b>	<b>424,414</b>

Duration of Contract:

Timber sale operations shall cease 3 years from the date of approval of the contract by the Authorized Officer of the Bureau of Land Management. The 3 years shall include no-operational periods, such as elk calving restrictions and wet season limitations.

Performance Bond:

A performance bond of **\$6,700.00** or letter of credit shall be required for this contract. If the total bid price exceeds the appraised price of \$33,158.18, then 20 percent of the bid price rounded to the next highest \$100.00 shall be required for this contract.

Payment for Timber:

Payment for this timber sale will be based on weight scale. All loads will be required to be weighed on a State certified scale to determine the load weight. The conversion factor of 42.15 pounds/CF will be utilized to determine the CF removed from the timber sale.

1. The first installment shall be paid prior to or at the time the Contracting Officer signs the contract. One half of this deposit shall be applied to the final payment under the contract and one half will be released to be applied against the purchase price when 60 percent of the total purchase price has been paid, or road construction required by the contract has been completed, the value of which, when added to installment payments made under the contract, equals 60 percent of the total purchase price.
2. Cutting and yarding / removal of timber before payment shall be allowed if the Purchaser secures a payment bond in an amount equal to one or more installment payments. Cutting and/or removal is permitted up to a value level equal to the value of the payment bond. The Purchaser is encouraged to file a bond of sufficient penal amount to cover the equivalent of two months anticipated cutting and removal to avoid contract violation situations. Cutting and/or removal in advance of payment is not permitted until the Contracting Officer approves, in writing, the payment bond. The following types of payment bonds are acceptable:
  - a. Payment bond for Single Contract (Form 5450-11)
  - b. Blanket Payment Bond (Form 5450-20)
  - c. Deposit of Negotiable Securities of the United States Payment Bond (Form 5450-15)
  - d. Cash Payment Bond(Form 5450-21) supported by Irrevocable Letter of Credit-Payment bond.
  - e. Cash Payment Bond (Form 5450-21) supported by an Assignment of Surety for Payment Bond

3. The Purchaser shall be billed monthly for the forest products skidded or yarded to a loading point or removed from the contract area during the preceding month. Payment is due within 15 days of the billing date shown on the billing form.
4. In the case of all contracts with a term 19 months or longer, the Purchaser is required by the first anniversary date to either:
  - a. Pay no less than 20 percent of the total purchase price, or;
  - b. Complete road construction required under the contract the value of which when combined with payments made for material cut and/or removed is equal to 20 percent of the total purchase price.
5. In the case of all contracts with a term of 27 months or longer, the Purchaser is also required by the second anniversary date to either:
  - a. Pay no less than 40 percent of the total purchase price or,
  - b. Complete road construction required under the terms of the contract the value of which when combined with payments made for material cut and/or removed is equal to no less than 40 percent of the total purchase price. For the purpose of these computations, value of road construction completed will be based on BLM appraisal allowances.
6. The Purchaser may reduce the amount of the payment bond to a value equal to the amount of "cut" forest products for which payment has not been received when operations cease for a period of 60 days or more. Before operations resume under this option, the bond must be increased to an amount equal to one or more installments as per IV.B2c(2). The Purchaser may elect to use or discontinue use of the payment bond procedure at any time during the term of the contract, provided that the contract is in good standing.
7. Payment in full of the total purchase price must be made prior to expiration of time for cutting and removal set forth in the contract.

Application of Bid Deposits:

1. Cash Deposit: When the bid deposit is submitted in the form of cash, money order, or cashier's check, the entire bid deposit will be retained until such time that the contract is approved by the Contracting Officer and applied toward payment requirements of the contract. If, after approval of the contract, the Purchaser so requests, any amount of the bid deposit in excess of one installment may be refunded to the purchaser.
2. Bid Bond or Cash Bid Bond: When a corporate surety bid bond or cash bid bond (with irrevocable letter of credit or Assignment of Surety) has been used by a Purchaser to qualify for bidding, the bond will be retained by the Contracting Officer until all requirements for contract approval have been met. When the contract has been approved these documents are to be returned to the Purchaser, in case of a corporate surety bid bond, and to the issuing bank, in the case of an ILC or an Assignment of Surety.