

DEPARTMENT OF NATURAL RESOURCES STATE OF MICHIGAN TIMBER SALE PROSPECTUS #7018

SCHEDULED SALE DATE AND TIME: 3:00 p.m. (local time) on May 19, 2022.

LOCATION: NEWBERRY MGMT UNIT, 5666 S STATE HWY M 123, NEWBERRY, MI 49868.

<u>CONTACT NAME:</u> Keith Magnusson <u>PHONE NUMBER:</u> (906) 291-0120

<u>PROSPECTUS NOTE:</u> The bidder is advised to inspect the sale area and review the location, estimated volumes, operating costs and contract terms of proposed sales. Please be aware that some landowners may request 60 days or more notice for access across their land.

Notice is hereby given that bids will be received by the Unit Manager, NEWBERRY MANAGEMENT UNIT, for certain timber on the following described lands:

North Wines Road Jack Pine (42-014-21) / T49N, R06W, SEC. 4, SENW,W1/2NE,NESW,NWSE.

T49N, R06W, SEC. 8, SENW, NENE, S1/2NE, NESE.

T49N, R06W, SEC. 9, W1/2NW, NWSW.

Chippewa County, Advertised Price \$31,607.25, 107.4 Acres, Jack Pine, Red Pine.

SALE NOTE: All units of volume listed for this sale were estimated using the Inventory Manager computer program and the new Michigan taper model.

Note that red and white pine was cruised as all pulp and sawlogs may be present within stands.

Road work may be required. See Sale Spec. 4.2.3 for additional information.

Harvesting is limited to the period of April 1 to December 31 because of the need to cut low stumps.

It is recommended, but not required, that hauling occur during the late summer on into the fall because of the sandy nature of the access roads leading to the Sale Area.

The snowmobile trail is shown on the Timber Sale Map. See Sale Spec. 5.2.41 for additional information.

TIMBER SALE INFORMATION

North Wines Road Jack Pine (42-014-21)

T49N, R06W, SEC. 4; T49N, R06W, SEC. 8; T49N, R06W, SEC. 9.

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A timber sale contract for this lump sum, sealed bid timber sale will be awarded to the responsible bidder offering the highest sealed bid price. All units of volume listed below were estimated using the Inventory Manager computer program and the new Michigan taper model. Bids must be at or above the following advertised price for each product and species:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | | <u>ADV</u> | ADVERTISED PRICE | | |
|--------------------|-------------------------|-------|------------|------------------|--|--|
| Pulpwood | | | | | | |
| Jack Pine | 687 | Cords | \$ | 16.25 / Cord | | |
| Mixed Hardwood | 10 | Cords | \$ | 10.00 / Cord | | |
| Quaking Aspen | 38 | Cords | \$ | 19.95 / Cord | | |
| Red Pine | 432 | Cords | \$ | 43.20 / Cord | | |
| White Pine | 71 | Cords | \$ | 13.00 / Cord | | |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 8.21 percent. There are an estimated 1,246 cords on this timber sale, plus or minus 102 cords at the 95% confidence level. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.

BOND AND PAYMENT SCHEDULE:

- 1. A bond in the amount of \$1,580.36 to insure faithful performance of the conditions of the contract will be deposited by the successful bidder within 21 days of the sale award.
- 2. Cutting in any sale or unit without the required advance payment would be considered a trespass.
- 3. Total payment must be paid in advance or according to the following schedule:
 - (a) Ten percent (10%) of the sale value must be paid within 21 days of the sale award.
 - (b) The 10% down payment will be credited towards the first unit cut.
 - (c) Payment for each of the following units must be made before cutting begins in that unit:

| , , | 5 5 |
|---------------------|-----------------------------|
| PAYMENT UNIT NUMBER | PERCENT OF TOTAL SALE VALUE |
| 01 | 6.6% |
| 02 | 54.6% |
| 03 | 15.9% |
| 04 | 16.6% |
| 05 | 6.3% |
| | |

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 12/31/2025.

SALE STATISTICS

Volumes were calculated in cubic feet using the Michigan taper model. Cubic foot volume includes all wood inside bark for the product indicated. For display purposes, cubic feet were converted to cords and MBF using a simple conversion factor, e.g. 79 cubic feet per cord and 185 cubic feet per MBF. The cubic foot volumes are precise; the cords and MBF volumes are not. Cubic foot volume cannot be directly converted to cords or boards with precision.

SALE VOLUMES

The total estimated sale volume may not equal the sum of the species/products due to the nature of statistical calculations associated with double sampling methodology.

| VOLUME | | | STATISTICAL RANGE IN CORDS | | |
|------------------|-------------|---------------|----------------------------|---------|--|
| TOTAL CUBIC FEET | TOTAL CORDS | PERCENT ERROR | MINIMUM | MAXIMUM | |
| 98,415 | 1,246 | 8.21% | 1,143 | 1,348 | |

VDU VOLUMES

A VDU is a Volume Determination Unit. Volumes and their associated statistics are calculated at the VDU level and summarized to the sale level. There is often a one to one relationship between a VDU and a Payment Unit, but not always, depending on the cruise design. Refer to the VDU TO PAYMENT UNIT table.

| | VOLUME | | | RANGE IN CORDS | |
|--------|------------------|-------------|---------------|----------------|---------|
| VDU | TOTAL CUBIC FEET | TOTAL CORDS | PERCENT ERROR | MINIMUM | MAXIMUM |
| 4 | 7,122 | 90 | 23.40% | 69 | 111 |
| 6 | 34,380 | 435 | 13.10% | 378 | 492 |
| 18 | 48,779 | 617 | 11.56% | 546 | 689 |
| 23 | 8,134 | 103 | 40.00% | 62 | 144 |
| TOTAL: | 98,415 | 1,246 | | 1,055 | 1,436 |

VDU TO PAYMENT UNIT

When a VDU is associated with more than one Payment Unit (PU), the VDU volumes are assigned to the PU based on acres of the VDU within the PU.

| TOTAL: | 107.4 | | 107.4 |
|--------|-----------|----|----------|
| 23 | 8.4 | 5 | 8.4 |
| | | 4 | 32.8 |
| 18 | 64.3 | 3 | 31.5 |
| 6 | 29.4 | 2 | 29.4 |
| 4 | 5.3 | 1 | 5.3 |
| VDU | VDU ACRES | PU | PU ACRES |

DESCRIPTION OF TIMBER BY PU (PU)

| | | <u> </u> | | | | |
|----|----------------|----------|----------|-------|-------|-----------------|
| PU | MARKET GROUP | PRODUCT | QUANTITY | UNIT | ACRES | ADVERTISE PRICE |
| 1 | Jack Pine | Pulpwood | 9 | Cords | 5.3 | \$2,072.30 |
| | Mixed Hardwood | • | 6 | Cords | | |
| | Paper Birch | | 6 | Cords | | |
| | Quaking Aspen | | 27 | Cords | | |
| | Red Pine | | 22 | Cords | | |
| | White Pine | | 29 | Cords | | |
| 2 | Red Pine | Pulpwood | 388 | Cords | 29.4 | \$17,268.60 |
| | White Pine | | 39 | Cords | | |
| 3 | Jack Pine | Pulpwood | 289 | Cords | 31.5 | \$5,032.00 |
| | Mixed Hardwood | · | 2 | Cords | | |
| | Red Maple | | 2 | Cords | | |
| | Quaking Aspen | | 5 | Cords | | |
| | Red Pine | | 5 | Cords | | |
| 4 | Jack Pine | Pulpwood | 301 | Cords | 32.8 | \$5,246.95 |
| | Mixed Hardwood | | 2 | Cords | | |
| | Red Maple | | 2 | Cords | | |
| | Quaking Aspen | | 6 | Cords | | |
| | Red Pine | | 5 | Cords | | |
| 5 | Jack Pine | Pulpwood | 88 | Cords | 8.4 | \$1,987.40 |
| | Red Pine | | 12 | Cords | | |
| | White Pine | | 3 | Cords | | |
| | | TOTAL: | 1,238 | Cords | | |

Sale Specific Conditions & Requirements

Sale Name: North Wines Road Jack Pine Sale Number: 42-014-21 Seq#: 1

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (9/19)

The sale boundary and Payment Unit boundaries are marked and identified by red and green paint. Exterior sale boundary lines against state are marked with red paint. Interior Payment Unit boundaries are marked with green paint. Retention patches are marked with red paint; no harvesting activities may occur within these areas. The painted boundary line trees are not Included Timber and are to be protected unless marked with orange paint. Green painted trees designating an interior Payment Unit boundary are only to be cut when all surrounding Payment Units have been paid.

2 - Timber Specifications

2.1 - Included Timber

2.1.1 - Clearcut unit(s) with unmerchantable trees (6/14)

Within Payment Unit(s) 1-5, cut all trees that are two (2) inches or more at DBH. Leave all oak that is present.

2.1.11 - Description of timber note (2/04)

Note that red and white pine was cruised as all pulp and sawlogs may be present within stands.

2.2 - Utilization

2.2.3 - Stump heights (4/07)

Stump heights within Payment Unit(s) 1-5, shall not exceed 12 inches for trees greater than 10 inches at DBH and 4 inches for trees smaller than 10 inches at DBH. This is to facilitate planting operations. A written waiver of this requirement may be obtained if wet summer weather makes winter logging necessary.

3 - Payments

3.3 - Pre-measured Sales

3.3.4 - Dividing payment units (7/14)

Payment Unit(s) 2 may be divided at the request of the Purchaser and upon approval of the Unit Manager. Dividing Payment Units is a contract modification which requires a Timber Sale Contract Amendment. There will be only one division per Payment Unit.

4 - Transportation

4.1 - Construction

4.1.4 - Timber removed for construction (12/09)

Trees cut or damaged in the process of pre-approved road, landing or skid trail construction will be decked in an area separate from other Designated Timber and not removed until measured by the sale administrator. Payment will be made at the specified Purchase Unit Price.

4.1.6 - Road construction (1/09)

Construction of new roads or improvements of existing roads shall be done in such a way as to minimize the environmental and visual impacts. Merchantable trees shall be cut and utilized unless otherwise directed. Non-merchantable trees shall be severed and laid flat on the ground. Slash shall be scattered, and not left in windrows and kept a minimum of 10 feet back from the road edge. Stumps shall be set upright, not left on edge, and be moved at least 10 feet away from the road edge. Disturbed soil shall be feathered into the woods and not left in berms or windrows.

4.1.7 - Road closure (10/11)

All new roads built into the sale must be blocked to vehicle traffic upon completion of the sale. Overgrown roads that are reopened shall be considered new roads. In general, this will require constructing double earthen berms at strategic locations.

These roads must be rendered impassable to cars and trucks. Contact the sale administrator for specific details of design and placement.

4.2 - Maintenance

4.2.2 - Fill material (4/07)

To maintain roads, fill material may be needed in areas where "holes" exist or may be expected to develop. This fill material should be placed before trucking begins. Contact the sale administrator regarding the availability of onsite sand or gravel from adjacent State-owned lands.

4.2.3 - Road maintenance (8/13)

The following road maintenance may be needed for completion of the sale. The road must be maintained and graded. This includes cleaning of drainage areas, grading, crowning, and filling with gravel, if necessary. Damages will be assessed if grading/repair does not occur.

5 - Operations

5.2 - Conduct of Operations

5.2.1 - Slash

5.2.1.8 - Slash height (12/08)

No slash or tree tops may exceed 24 inches in height.

5.2.1.11 - Slash for reforestation (5/07)

To facilitate reforestation, the Sale Area or Payment Unit(s) 1-5, shall be left with slash evenly distributed. Bunched tops within the cutting area shall be broken up and scattered. Stumps shall be cut low to the ground. Processing sites shall not be left with a compacted layer of slash; tops from these sites shall be hauled back into the cut area and scattered.

5.2.2 - Hazard Trees/Snags

5.2.2.1 - Den trees (10/16)

Obvious hollow and/or den trees shall be protected and left standing unless they are a safety hazard.

5.2.3 - Operating Restrictions

5.2.3.2 - Operating restrictions (9/11)

Within Payment Unit(s) 1-5, unless changed by written agreement, cutting is limited to the period of April 1 to December 31. This restriction is because of the need to cut low stumps.

5.2.3.6 - Bark beetle restriction (12/08)

In the event drought creates a high risk of pine bark beetle infestation, pine is not to be cut during the period March 1 through July 1, unless all portions of trees greater than two inches in diameter are removed from the sale area, reduced to chips, or treated to the satisfaction of the Unit Manager or his/her representative, within fifteen days of being severed from the stump. Pine log decks, pulpwood piles and treetops that are piled for chipping in the fall or winter within a 1/4 mile of susceptible sites must be removed before March 15. Residual slash must not be placed in piles or rows and must be spread over the site for quick drying. The Department of Natural Resources will exercise this specification if the risk of damage warrants.

5.2.22 - Operating Caution

5.2.22.1 - Operating caution (6/11)

It is recommended, but not required, that within Payment Unit(s) 1-5, that hauling occur during the late summer on into the fall. The reason for the recommendation is because of the sandy nature of the access roads leading to the Sale Area. Fall weather tends to offer better conditions for trucking to occur.

5.2.32 - Decking/landing restoration (9/13)

All decking and landing areas must have the surface area restored to a condition equal to or better than before. This is to ensure the proper regeneration of the stand. Wood debris, chips, and "cookies" from trimmings must be removed or scattered away from landing and loading areas and may not be windrowed on the edge.

5.2.38 - No decking against live trees (2/04)

Cut products may not be decked against unmarked or designated leave trees.

5.2.41 - Snowmobile trail protection (9/11)

The snowmobile trail and is shown on the Timber Sale Map. Do not cut or damage posts with orange trail markers or traffic control signs. If the trail is used, it must be maintained and restored to a condition equal to or better than before the sale. If the trail is used for hauling, it must be graded to the satisfaction of the Unit Manager or his/her representative prior to December 1. If the trail road is to be used for hauling during the snowmobile season, then a snow-covered base must be left on the trail. No decking of forest products will be permitted along the snowmobile trail.

5.4 - Soil Protection

5.4.2 - Skid trails (2/04)

Skid trails up and down slopes should be avoided. If however this is unavoidable, these trails will be left in a non-erodible condition using water bars, logs, and slash. Placing of slash on these skid trails while logging is ongoing may alleviate need for any further action. At the direction of the sale administrator, seed, fertilizer, and mulch may also be required.

5.4.3 - Erosion control (12/08)

Skid trails or haul roads may require erosion control structures or berms per direction of the Unit Manager or his/her representative.

5.4.4 - Slope protection (9/19)

Skid trails and roads on slopes shall be water barred with slash, stumps, and/or clean straw bales native to the area as soon as use is complete to prevent erosion.

5.8 - Protection of Endangered Species

5.8.5 - Protection of raptor nests (3/13)

All trees with raptor nests will be protected if found during harvesting operations. Notification will be made to the Unit Manager or his/her representative who will notify the Wildlife Biologist so an on-site evaluation and recommendation can be made, if necessary.

6 - Safety and Fire Prevention

6.2 - Signing

6.2.1 - Road posting (10/20)

The Purchaser is responsible for posting and maintaining caution signs on West Farm Truck Trail prior to beginning operations. The road must be posted at appropriate distances from the Sale Area to warn of logging activity and truck traffic. Signs must be removed when harvest operations are suspended or completed. The Purchaser will provide these signs.

6.2.2 - Snowmobile trail posting (10/20)

The Purchaser is responsible for posting and maintaining caution signs on snowmobile trail prior to beginning operations during the snowmobile season (approximately December 1 to March 31). The trail must be posted at appropriate distances from the Sale Area to warn of logging activity and truck traffic. Signs must be removed when harvest operations are suspended or completed. The DNR will provide these signs.

6.2.3 - Recreational trail posting (10/20)

The Purchaser is responsible for posting and maintaining caution signs on the ski trail along the West Farm Truck Trail prior to beginning operations. The trail must be posted at appropriate distances from the Sale Area to warn of logging activity and truck traffic at both ends of the trail. Signs must be removed when harvest operations are suspended or completed. The DNR will provide these signs.

Section Name: Sale Specific Current as of 3/14/2022 8:06:02AM

