

# DEPARTMENT OF NATURAL RESOURCES STATE OF MICHIGAN

#### **TIMBER SALE PROSPECTUS #4559**

SCHEDULED SALE DATE AND TIME: 11:00 a.m. (local time) on March 14, 2012. LOCATION: GLADWIN MGMT UNIT, 801 N SILVERLEAF, GLADWIN, MI 48624.

PROSPECTUS NOTE: 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, GLADWIN MANAGEMENT UNIT, for certain timber on the following described lands:

DEER REFUGE OAK (73-006-11-01) / T14N, R01W, SEC. 05, N 1/2 NE.

T14N, R01W, SEC. 06, W 1/2 SE, SESE, SWSW.

T15N, R01W, SEC. 28, SWNW, NENW.

T15N, R01W, SEC. 32, S 1/2 SW, SWNE.

Midland County, Advertised Price \$63,734.70, 156.0 Acres

SALE NOTE: No designated recreation site such as a trail, pathway, or campground is within the sale area or the vicinity. Access may be through state forest land.

KAWKAWLIN MIX (73-007-11-01) / T16N, R02E, SEC. 07, SENE, NESE.

T16N, R02E, SEC. 08, NWSW.

T16N, R02E, SEC. 09, E 1/2 NW.

Midland County, Advertised Price \$6,347.20, 30.0 Acres

SALE NOTE: No designated recreation site such as a trail, pathway, or campground is within the sale area or the vicinity. Access may be through state forest land.

GROUSE RUN MIX (73-008-11-01) / T16N, R01W, SEC. 19, SENE, NESE.

T16N, R01W, SEC. 20, SWNW, W 1/2 SW.

Midland County, Advertised Price \$3,231.40, 28.0 Acres

SALE NOTE: No designated recreation site such as a trail, pathway, or campground is within the sale area or the vicinity. Access may be through state forest land.

# BID INSTRUCTIONS (VER. 02/13/2012):

# 1. Scheduled Bid Location, Date, and Time (2/11)

Bids must be received by the Unit Manager, GLADWIN OFFICE, 801 N SILVERLEAF, GLADWIN, MI 48624, no later than 11:00 a.m. (local time) on March 14, 2012. For further information concerning this sale, contact Jason Hartman at 989-426-9205 extension 7640.

# 2. Bidder's Qualifications (2/12)

Purchaser shall obtain workers compensation insurance to cover claims under Michigan's Worker's Disability Compensation Act of 1969 or similar employee benefit act of any other state applicable to an employee. If all or part of a timber sale was prepared by a private contractor, that contractor and that contractor's company are not permitted to bid on the timber sale contract. Bids will not be accepted from individuals or companies appearing on the DNR/FRD No-Bid List. This list contains the names of purchasers who previously failed to execute a contract within 21-days or who have a history of poor performance.

#### 3. Preparation of Sealed Bids (1/11)

Bids shall be manually signed in ink; bid prices must be entered for each species and product in the Bid Price column for all material subject to bidding; and all fill-in blanks must be completed. If erasures or other changes appear on the forms, each erasure or change must be initialed by the person signing the bid.

#### 4. Submission of Sealed Bids (6/11)

Bid forms may be obtained from the Unit Manager. All bids must be submitted on the bid form and in an envelope clearly identified as described in this section. NOTE: Only one bid form per bid envelope. Sealed bids must be submitted to the Unit office designated in the prospectus and must be submitted at or prior to the time established in the prospectus. The envelope should show on the outside (a) the sale name or number and (b) the date and time of bid opening as shown in the prospectus. Bids received after the time specified in the sale prospectus are late bids and will be rejected.

# 5. Public Opening of Sealed Bids (1/11)

If conditions permit, the sealed bids will be publicly opened and posted at the time and place set in the prospectus.

#### 6. Award of Contract (1/11)

Award of the contract will be made to the Bidder whose bid, conforming to the prospectus, is most advantageous to the State of Michigan on the basis of total value at rates bid for the estimated quantities. The State reserves the right to reject any bid or waive any minor irregularity in bids received. A written award mailed (or otherwise furnished) to the successful Bidder shall be deemed to result in a binding contract without further action by either party.

#### 7. Down Payment (1/11)

The Bidder to whom award is made must make a down payment within 21 days of the sale award. The amount of the down payment will be calculated as shown in the Bond and Payment Schedule of this prospectus. Only cash may be used to meet this requirement.

#### 8. Performance Security (1/11)

As guarantee of faithful performance, a cash bond, certificate of deposit, surety bond or irrevocable letter of credit (LOC) is required within 21 days of the sale award. The amount of the performance security is shown in the Bond and Payment Schedule of this prospectus. If an LOC or surety is used, the coverage must extend for at least 6 months beyond the contract expiration.

# 9. Timber Sale Contract (1/11)

Additional conditions and requirements common to all timber sales are listed on the timber sale contract (R4031) and are available on line at www.michigan.gov/dnr. Contact the Unit Manager for additional information or a sample contract. Within 21 days of the date of the award letter, the bidder must sign the contract and provide the required down payment, performance security, and verification of worker's disability compensation. The down payment and performance security shall be in accordance with the provisions of the timber sale contract, in the sums stated in this prospectus. If these actions are not taken, then the Bidder, the Bidder's corporation, and the corporation's principals may not be permitted to bid on State timber sales for a period of 1 year. In addition, the Bidder certifies that if awarded this contract, the Bidder will complete the timber sale contract in accordance with its terms and any modifications thereof including requirements to purchase, cut, and remove

the included timber by the termination date.

#### 10. Disclaimer of Estimates and Bidder's Warranty of Inspection (1/11)

Before submitting this bid, the Bidder is advised and cautioned to inspect the sale area, review the requirements of the sale contract, and take other steps as may be reasonably necessary to ascertain the location, estimated volumes, construction estimates, and operating costs of the proposed sale. Failure to do so will not relieve the Bidder from responsibility for completing the contract.

The Bidder warrants that this bid is submitted solely on the basis of the Bidder's examination and inspection of the quality and quantity of the timber offered for sale and the Bidder's opinion of the value thereof and the costs of recovery. No reliance should be placed on the State of Michigan's estimates of timber quality, quantity or costs of recovery. Bidder further acknowledges that the State of Michigan: (i) expressly disclaims any warranty of fitness of timber for any purpose; (ii) offers this timber as is without any warranty of quality (merchantability) or quantity and (iii) expressly disclaims any warranty as to the quantity or quality of timber sold.

### 11. Certification and Chain-of-Custody (10/11)

Unless otherwise indicated in the contract under section 7 – Other Conditions of the Sale Specific Conditions & Requirements, the area encompassed by this timber sale is certified to the standards of the Forest Stewardship Council (FSC) - Certificate #SCS-FM/COC-00090N and the Sustainable Forestry Initiative (SFI) - Certificate # NSF-SFIS-5Y031-S1. Forest products from this sale may be delivered to the mill as "FSC Pure and / or SFI certified" as long as the contractor hauling the forest products is chain-of-custody (COC) certified or covered under a COC certificate from the destination mill. The purchaser is responsible for maintaining COC after leaving the sale area.

RODNEY STOKES Director

#### TIMBER SALE INFORMATION

#### DEER REFUGE OAK (73-006-11-01)

T14N, R01W, SEC. 05; T14N, R01W, SEC. 06; T15N, R01W, SEC. 28; T15N, R01W, SEC. 32.

SALE NOTE: No designated recreation site such as a trail, pathway, or campground is within the sale area or the vicinity. Access may be through state forest land.

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. Bids must be at or above the following advertised price for each species:

PRODUCTS & SPECIES	ESTIMATED UNITS*	AD\	/ERTISED PRICE
Sawlogs			
Mixed Oak	129.90 MBF	\$	137.00 / MBF
Red Maple	35.60 MBF	\$	116.00 / MBF
Red Oak	32.30 MBF	\$	398.00 / MBF
White Oak	87.30 MBF	\$	65.00 / MBF
Pulpwood			
Mixed Oak	357.00 Cords	\$	20.90 / Cord
Q. Aspen	123.00 Cords	\$	31.75 / Cord

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$11,912.35:

<b>ESTIMATED UNITS*</b>	<u>ADV</u>	ERTISED PRICE
66.30 MBF	\$	35.00 / MBF
26.00 MBF	\$	64.00 / MBF
107.00 Cords	\$	21.60 / Cord
59.00 Cords	\$	10.15 / Cord
118.00 Cords	\$	16.60 / Cord
266.00 Cords	\$	11.50 / Cord
	66.30 MBF 26.00 MBF 107.00 Cords 59.00 Cords 118.00 Cords	66.30 MBF \$ 26.00 MBF \$ 107.00 Cords \$ 59.00 Cords \$ 118.00 Cords \$

<sup>\*</sup> The total volume is statistically estimated within plus (+) or minus (-) 9.17 percent. 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 \$3,200.00 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:

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PAYMENT UNIT NUMBER	PERCENT OF TOTAL SALE VALUE
01	7%
02	9%
03	14%
04	10%
05	15%
06	4%
07	28%
08	4%
09	5%
10	4%

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 06/30/2015.

# Sale Specific Conditions & Requirements

Sale Name: Deer Refuge Oak Sale Number: 73-006-11-01

#### 1 - Sale Area

#### 1.2 - Boundaries

# 1.2.1 - Painted boundaries (12/08)

The sale boundary is marked and identified by blue and red paint. Exterior sale boundary lines against private property are marked with blue paint. Exterior sale boundary lines against state are marked with red paint.

#### 2 - Timber Specifications

#### 2.1 - Included Timber

#### 2.1.1 - Clearcut unit(s) with unmerchantable trees (8/11)

Within Payment Unit(s) 1 and 5, cut all trees that are (2) inches or more in diameter measured at a point four and one-half (4-1/2) feet above ground level regardless of merchantability.

Within Payment Units 2, 3, 7 and 8, cut all trees that are greater than (6) inches in diameter.

EXCEPTION: Do not cut any trees marked with green paint.

EXCEPTION: Do not cut any pine trees.

### 2.1.3 - Cut tree marked unit(s) (12/08)

Within Payment Unit(s) 6, all trees are designated for cutting when marked with orange paint above and below stump height, regardless of merchantability.

#### 2.1.4 - Species designation unit(s) (12/08)

Within Payment Unit(s) 4, all ash and aspen trees are designated for cutting regardless of merchantability. In addition, all trees marked with orange paint above and below stump height are designated for cutting.

# 2.1.5 - Overstory removal unit(s) (8/11)

Within Payment Unit(s) 9 and 10, all trees which meet minimum piece specifications in 2.2 Utilization, are designated for cutting.

EXCEPTION: Do not cut any trees marked with green paint.

EXCEPTION: Do not cut any pine trees.

#### 2.2 - Utilization

# 2.2.3 - Stump heights (4/07)

Stump heights within the Sale Area shall not exceed 12 inches for trees greater than 10 inches DBH and 4 inches for trees smaller than 10 inches DBH.

# 3 - Payments

#### 3.4 - Damaged Timber

#### 3.4.1 - Damaged timber (6/05)

General Condition and Requirement 3.4 Damaged Timber, defines liquidated damages for undesignated live merchantable trees which are cut or injured. In addition, extreme care should be taken to avoid damage to tree seedlings and saplings. Damage to residual trees (defined as breaking of the cambium layer, broken tops or bending of trees from their natural position) is not acceptable.

Within the sale area, if more than 25% of the tree seedlings or saplings (1/4" to 4.5" DBH) within a specified portion of the sale area are damaged, liquidated damages will be assessed at \$300 per acre for all acreage within that specified portion of the sale area that was damaged.

No damage is acceptable to merchantable trees. Within the sale area, if more than 5% of trees (> 4.5" DBH) within a specified area of the sale are damaged, liquidated damages will be assessed for all trees damaged. Rates will be in

accordance with General Condition and Requirement 3.4 Damaged Timber.

#### 4 - Transportation

#### 4.1 - Construction

#### 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 chipped, utilized or otherwise removed 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.

#### 5 - Operations

#### 5.2 - Conduct of Operations

#### 5.2.1 - Slash

#### 5.2.1.13 - Dispose of slash as directed (12/05)

Slash is to be disposed of as directed by the sale administrator. Slash shall be scattered evenly throughout the sale area, and shall not be left in piles or windrows. No trees are to be felled outside the sale area.

#### 5.2.2 - Hazard Trees/Snags

#### 5.2.2.1 - Den trees (2/04)

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

#### 5.2.3 - Operating Restrictions

#### 5.2.3.1 - Operating restrictions (9/11)

Within Payment Unit(s) 4 and 6, unless changed by written agreement, cutting, skidding, and hauling are limited to periods of dry summer or frozen winter soil conditions. This restriction is due to seasonally flooded and wet soils and the resulting rutting hazard.

#### 5.2.4 - Dead and Down Creation

#### 5.2.4.3 - Dead and down creation, dead trees (6/07)

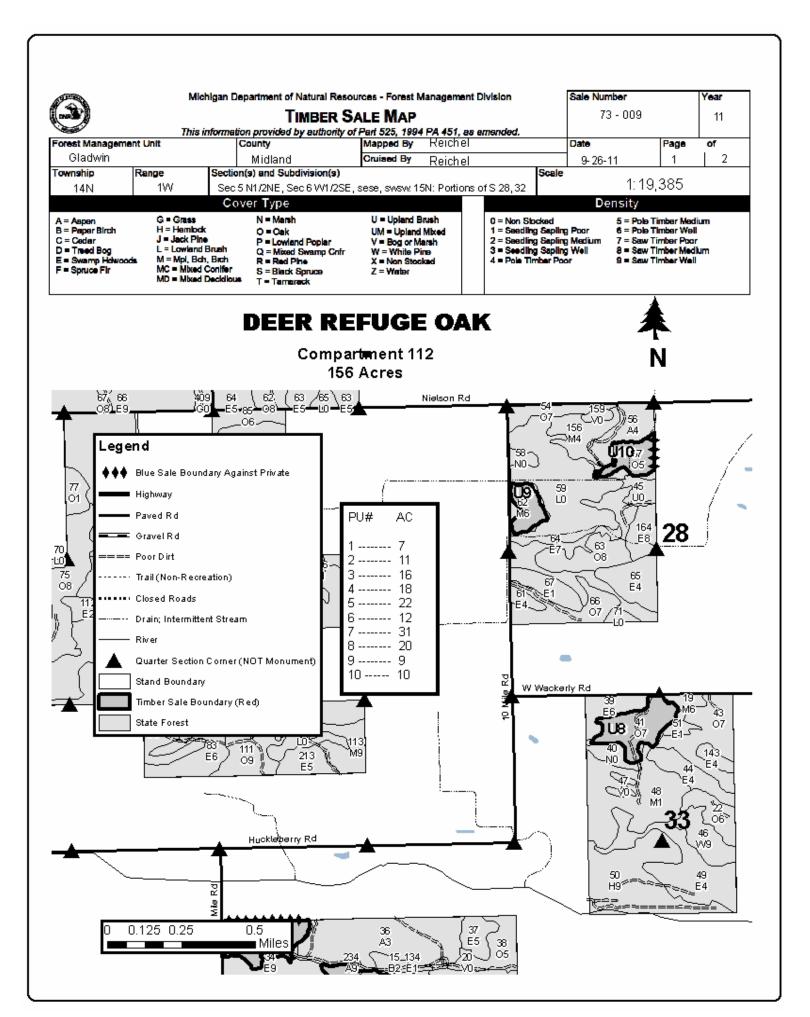
Except as provided for in General Condition and Requirement 5.2.2, no dead trees, standing or down, are to be cut, skidded, or processed.

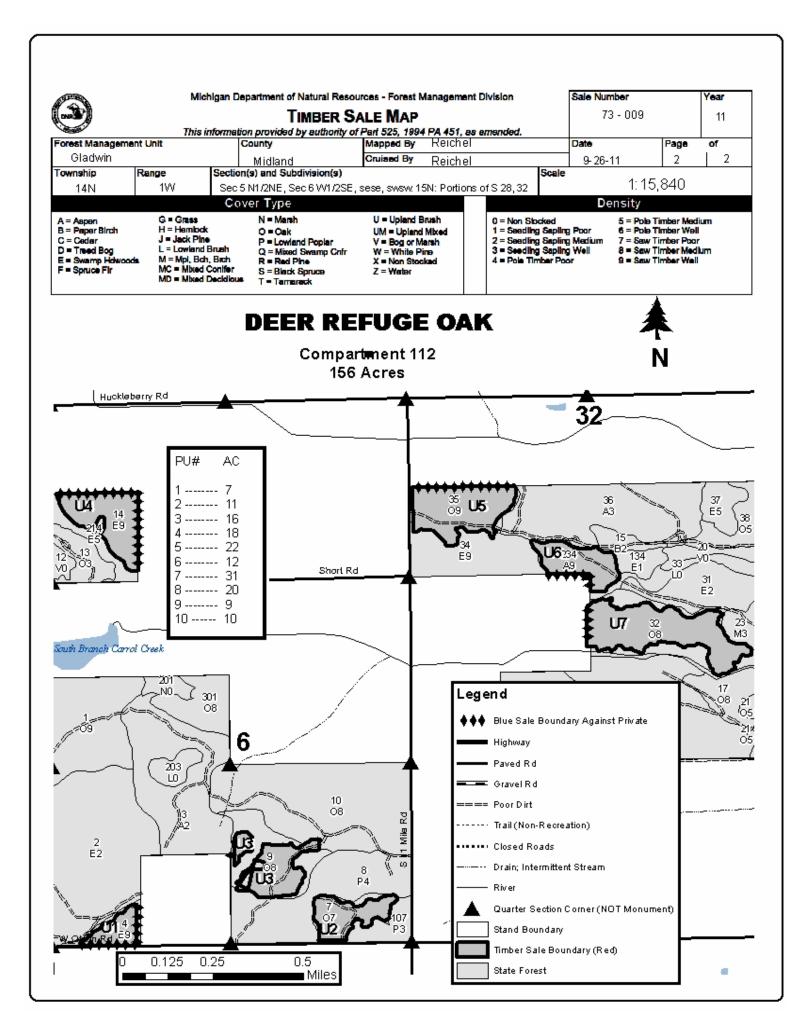
#### 5.4 - Soil Protection

# 5.4.1 - Rutting restriction, general (1/09)

Operations are to cease immediately if equipment and weather conditions result in rutting of roads and skid trails which is 12 inches or greater in depth and 50 feet in length. The Unit Manager or his/her representative may restrict hauling and/or skidding if ruts exceed the specified depth. With the Unit Manager or his/her representative's approval, the Purchaser may return to the area when the risk of rutting has decreased.

Section Name: Sale Specific Current as of 10/24/2011 11:20:03AM





#### TIMBER SALE INFORMATION

#### KAWKAWLIN MIX (73-007-11-01)

T16N, R02E, SEC. 07; T16N, R02E, SEC. 08; T16N, R02E, SEC. 09.

Midland County (Advertised Price \$6,347.20)

SALE NOTE: No designated recreation site such as a trail, pathway, or campground is within the sale area or the vicinity. Access may be through state forest land.

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. Bids must be at or above the following advertised price for each species:

PRODUCTS & SPECIES	<b>ESTIMATED UNITS*</b>	<u>ADV</u>	ERTISED PRICE
Sawlogs			
Q. Aspen	0.00 MBF	\$	37.00 / MBF
White Ash	8.70 MBF	\$	58.00 / MBF
Pulpwood			
Q. Aspen	130.00 Cords	\$	40.35 / Cord
White Ash	26.00 Cords	\$	15.85 / Cord

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$185.00:

PRODUCTS & SPECIES	ESTIMATED UNITS*	<u>ADVI</u>	ERTISED PRICE
Pulpwood			
Red Maple	20.00 Cords	\$	9.25 / Cord

<sup>\*</sup> The total volume is statistically estimated within plus (+) or minus (-) 22.10 percent. 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 \$1,000.00 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:

PAYMENT UNIT NUMBER	PERCENT OF TOTAL SALE VALUE
01	57%
02	29%
03	14%

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 03/31/2015.

# **Sale Specific Conditions & Requirements**

Sale Name: Kawkawlin Mix Sale Number: 73-007-11-01

#### 1 - Sale Area

#### 1.2 - Boundaries

#### 1.2.1 - Painted boundaries (12/08)

The sale boundary is marked and identified by red paint. Exterior sale boundary lines against state are marked with red paint. Do not cut painted boundary line trees.

#### 2 - Timber Specifications

#### 2.1 - Included Timber

# 2.1.3 - Cut tree marked unit(s) (12/08)

Within Payment Unit(s) 2 and 3, all trees are designated for cutting when marked with orange paint above and below stump height, regardless of merchantability.

#### 2.1.7 - Leave tree marked unit(s) (8/11)

Within Payment Unit(s) 1, all trees greater than two inches (2") in height at a point four and one half feet (4 1/2') above ground level are designated for cutting, except oak and birch, and trees marked with green paint above and below stump height.

#### 2.2 - Utilization

# 2.2.3 - Stump heights (4/07)

Stump heights within the Sale Area must be cut as close to the ground as possible, and shall not exceed 12 inches for trees greater than 10 inches DBH and 4 inches for trees smaller than 10 inches DBH.

#### 3 - Payments

#### 3.4 - Damaged Timber

#### 3.4.1 - Damaged timber (6/05)

General Condition and Requirement 3.4 Damaged Timber, defines liquidated damages for undesignated live merchantable trees which are cut or injured. In addition, extreme care should be taken to avoid damage to tree seedlings and saplings. Damage to residual trees (defined as breaking of the cambium layer, broken tops or bending of trees from their natural position) is not acceptable.

Within the sale area, if more than 25% of the tree seedlings or saplings (1/4" to 4.5" DBH) within a specified portion of the sale area are damaged, liquidated damages will be assessed at \$300 per acre for all acreage within that specified portion of the sale area that was damaged.

No damage is acceptable to merchantable trees. Within the sale area, if more than 5% of trees (> 4.5" DBH) within a specified area of the sale are damaged, liquidated damages will be assessed for all trees damaged. Rates will be in accordance with General Condition and Requirement 3.4 Damaged Timber.

#### 4 - Transportation

#### 4.1 - Construction

#### 4.1.5 - Culverts (9/11)

Roads may require the installation of culverts for cross drainage or at natural drainage-ways. If culverts are needed in these locations, their placement will be specified by the sale administrator and they shall be installed prior to hauling. The culverts shall be new, corrugated metal. Culverts will be a minimum of 12 inches in diameter and 24 feet in length. If culverts are removed, fill shall be removed from wetland soils as specified. Soils shall be maintained and left in a non-erodible condition, with water bars, seed, fertilizer, mulch, and slash installed as directed by the sale administrator and as specified in the BMP manual. Stream crossing permits, if needed, will be obtained by the DNR.

#### 4.1.7 - Road closure (10/11)

Overgrown roads that are reopened shall be blocked to vehicle traffic upon completion of the sale. In general, this will require constructing double five (5') foot high berms of stumps and logs covered with earth, ten feet (10') apart. Stumps and

brush must be placed along the remainder of the trail. These roads must be rendered impassable to cars and trucks. Temporary berms may be required if no sale activity occurs for 30 or more consecutive days. Contact the sale administrator for specific details of design and placement.

#### 4.1.8 - Road work (1) (8/07)

At the completion of work on the sale, the Purchaser shall leave the main haul road into the Payment Units 2 and 3, which crosses the Kawkawlin Flooding dam, in a condition equal to or better than before logging operations. This may require grading the road. This road is closed to the public during the spring to avoid rutting damage, but exception may be made for logging, with written approval from the Unit Manager, if conditions are favorable.

#### 4.4 - Access

#### 4.4.3 - Access gate (12/08)

Whenever the Purchaser is working in the sale area, the access gates at the Kawkawlin Flooding and at the South end of Deer Road must be locked at all times, unless approved by the Unit Manager or his/her representative. This is to prevent someone other than the Purchaser from going through the gate and being locked in. The Purchaser shall lock a medium to large sized lock through the DNR lock so that both the purchaser and DNR personnel can open the gate.

#### 5 - Operations

#### 5.2 - Conduct of Operations

#### 5.2.1 - Slash

#### 5.2.1.13 - Dispose of slash as directed (12/05)

Slash is to be disposed of as directed by the Sale Administrator. Slash shall be scattered evenly throughout the sale area, and shall not be left in piles or windrows. All slash is to be kept at least 10 feet back from the sale boundary.

# 5.2.2 - Hazard Trees/Snags

#### 5.2.2.1 - Den trees (2/04)

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, 2 and 3, unless changed by written agreement, cutting, skidding, and hauling are limited to periods of dry summer or frozen winter conditions. This restriction is due to seasonally flooded soils, and rutting hazard.

#### 5.2.4 - Dead and Down Creation

#### 5.2.4.3 - Dead and down creation, dead trees (6/07)

Except as provided for in General Condition and Requirement 5.2.2, no dead trees, standing or down, are to be cut, skidded, or processed. Exception: Any dead trees within 50' of Saiko Road shall be cut and left on the ground.

#### 5.2.31 - Landing locations (10/09)

Landing locations must be authorized by the Unit Manager or his/her representative.

#### 5.2.32 - Decking/landing restoration (9/11)

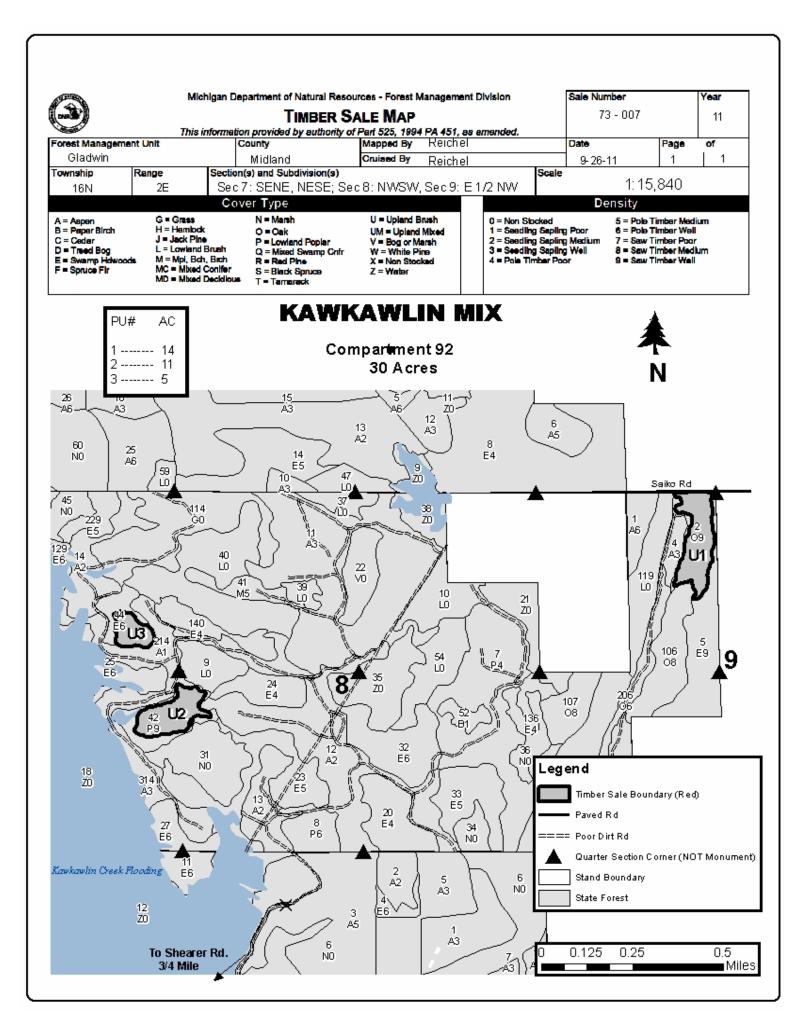
All decking and landing areas must have the surface area restored to a condition equal to or better than before. This is to ensure the proper regeneration of the stand. In the landing area, piles of soil shall be leveled and slash scattered back into the cutting area.

# 5.4 - Soil Protection

# 5.4.1 - Rutting restriction, general (1/09)

Operations are to cease immediately if equipment and weather conditions result in rutting of roads and skid trails which is 12 inches or greater in depth and 50 feet in length. The Unit Manager or his/her representative may restrict hauling and/or skidding if ruts exceed the specified depth. With the Unit Manager or his/her representative's approval, the Purchaser may return to the area when the risk of rutting has decreased.

Section Name: Sale Specific Current as of 10/28/2011 4:03:49PM



#### TIMBER SALE INFORMATION

#### GROUSE RUN MIX (73-008-11-01)

T16N, R01W, SEC. 19; T16N, R01W, SEC. 20. Midland County (Advertised Price \$3,231.40)

SALE NOTE: No designated recreation site such as a trail, pathway, or campground is within the sale area or the vicinity. Access may be through state forest land.

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. Bids must be at or above the following advertised price for each species:

PRODUCTS & SPECIES	ESTIMATED UNITS*	<u>AD\</u>	/ERTISED PRICE
Sawlogs			
Q. Aspen	13.50 MBF	\$	34.00 / MBF
Red Maple	4.20 MBF	\$	106.00 / MBF
Pulpwood			
Q. Aspen	66.00 Cords	\$	31.75 / Cord

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$231.70:

PRODUCTS & SPECIES	ESTIMATED UNITS*	<u>ADV</u>	ERTISED PRICE
Pulpwood			
Red Maple	10.00 Cords	\$	10.05 / Cord
White Ash	8.00 Cords	\$	16.40 / Cord

<sup>\*</sup> The total volume is statistically estimated within plus (+) or minus (-) 31.09 percent. 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 \$1,000.00 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 remainder is due before cutting begins.
- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 06/30/2015.

# Sale Specific Conditions & Requirements

#### Sale Name: Grouse Run Mix Sale Number: 73-008-11-01

#### 1 - Sale Area

#### 1.2 - Boundaries

#### 1.2.1 - Painted boundaries (12/08)

The sale boundary is marked and identified by red paint. Exterior sale boundary lines against state are marked with red paint.

# 2 - Timber Specifications

#### 2.1 - Included Timber

# 2.1.3 - Cut tree marked unit(s) (12/08)

Within Payment Unit(s) 1, all trees are designated for cutting when marked with orange paint above and below stump height, regardless of merchantability.

#### 2.2 - Utilization

# 2.2.3 - Stump heights (4/07)

Stump heights within the Sale Area shall be cut as close to the ground as possible, and shall not exceed 12 inches in height for trees greater than 10 inches DBH and 4 inches in height for trees smaller than 10 inches DBH.

# 3 - Payments

#### 3.4 - Damaged Timber

#### 3.4.1 - Damaged timber (6/05)

General Condition and Requirement 3.4 Damaged Timber, defines liquidated damages for undesignated live merchantable trees which are cut or injured. In addition, extreme care should be taken to avoid damage to tree seedlings and saplings. Damage to residual trees (defined as breaking of the cambium layer, broken tops or bending of trees from their natural position) is not acceptable.

Within the sale area, if more than 25% of the tree seedlings or saplings (1/4" to 4.5" DBH) within a specified portion of the sale area are damaged, liquidated damages will be assessed at \$300 per acre for all acreage within that specified portion of the sale area that was damaged.

No damage is acceptable to merchantable trees. Within the sale area, if more than 5% of trees (> 4.5" DBH) within a specified area of the sale are damaged, liquidated damages will be assessed for all trees damaged. Rates will be in accordance with General Condition and Requirement 3.4 Damaged Timber.

#### 5 - Operations

#### 5.2 - Conduct of Operations

#### 5.2.1 - Slash

# 5.2.1.13 - Dispose of slash as directed (12/05)

Slash is to be disposed of as directed by sale administrator. Slash shall be scattered evenly throughout the sale area, and shall not be left in piles or windrows. No trees are to be felled outside the sale area.

#### 5.2.3 - Operating Restrictions

# 5.2.3.1 - Operating restrictions (9/11)

Within Payment Unit(s) 1, unless changed by written agreement, cutting, skidding, and hauling shall be limited to periods of dry summer or frozen winter soil conditions. This restriction is due to seasonally flooded and wet soils.

#### 5.2.4 - Dead and Down Creation

#### 5.2.4.3 - Dead and down creation, dead trees (6/07)

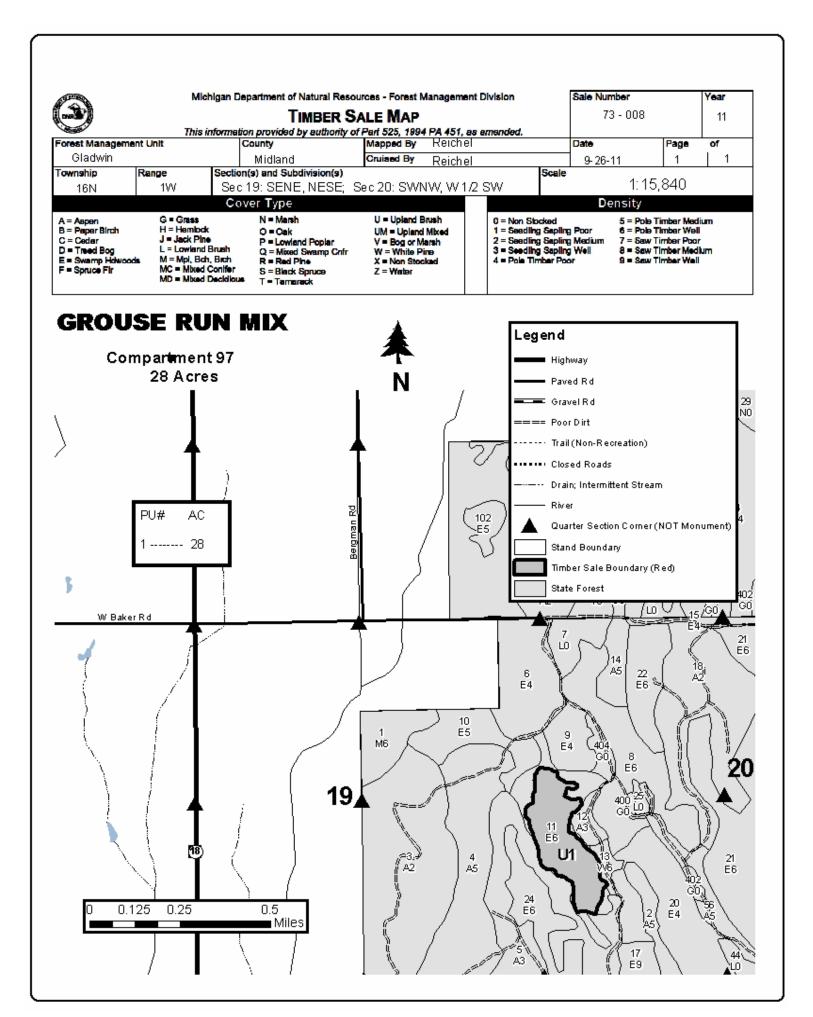
Except as provided for in General Condition and Requirement 5.2.2, no dead trees, standing or down, are to be cut, skidded, or processed.

# 5.4 - Soil Protection

# 5.4.1 - Rutting restriction, general (1/09)

Operations are to cease immediately if equipment and weather conditions result in rutting of roads and skid trails which is 12 inches or greater in depth and 50 feet in length. The Unit Manager or his/her representative may restrict hauling and/or skidding if ruts exceed the specified depth. With the Unit Manager or his/her representative's approval, the Purchaser may return to the area when the risk of rutting has decreased.

Section Name: Sale Specific Current as of 10/27/2011 11:59:38AM



#### **BID FORM**

#### DEER REFUGE OAK (73-006-11-01)

T14N, R01W, SEC. 05; T14N, R01W, SEC. 06; T15N, R01W, SEC. 28; T15N, R01W, SEC. 32, Midland County

In response to the notice of sale to be held 11:00 a.m. (local time) on March 14, 2012, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

PRODUCTS & SPECIES	ESTIMATED L	<u>UNITS*</u> <u>AD</u>	OVERTISED PRICE	
Sawlogs				
Mixed Oak	129.90 M	/IBF \$	137.00 / MBF	\$ / MBF
Red Maple	35.60 M	/IBF \$	116.00 / MBF	\$ / MBF
Red Oak	32.30 M	/IBF \$	398.00 / MBF	\$ / MBF
White Oak	87.30 M	/BF \$	65.00 / MBF	\$ / MBF
Pulpwood				
Mixed Oak	357.00 C	Cords \$	20.90 / Cord	\$ / Cord
Q. Aspen	123.00 C	Cords \$	31.75 / Cord	\$ / Cord

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$11,912.35:

PRODUCTS & SPECIES	<u>ESTIMATEI</u>	<u> UNITS*</u>	ADV	ERTISED PRICE
Sawlogs				
Q. Aspen	66.30	MBF	\$	35.00 / MBF
White Ash	26.00	MBF	\$	64.00 / MBF
Pulpwood				
Mixed Aspen	107.00	Cords	\$	21.60 / Cord
Red Oak	59.00	Cords	\$	10.15 / Cord
White Ash	118.00	Cords	\$	16.60 / Cord
White Oak	266.00	Cords	\$	11.50 / Cord

<sup>\*</sup> The total volume is statistically estimated within plus (+) or minus (-) 9.17 percent. 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.

I understand that any or all bids may be rejected. All bids must be signed and all bid items must be bid or the bid form may be rejected. I also understand that consideration and awarding a contract will be based upon my past performance and ability to complete the contract based upon equipment and staffing subject to my control.

	FEDERAL ID:	or SOCIAL SECU	JRITY NUMBER:		
	Company or individual bidding:				
	Company representative's name:				
	Address:				
	City:	State:	Zip:		
F AVAIL	ABLE, PLEASE PLACE THE PERSO	NALIZED LABEL FROM	YOUR PROSPECTUS IN T	THE ABOVE BOX.	
Individual	or company representative's signature	re:		Date:	_
Phone nu	mber :	Email (	optional):		_



sale contract.

Name of Business

Address

Michigan Department of Natural Resources & Environment Forest Management Division

# TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

As required by Act 317, P.A. 1969 (Worker's Compensation) and Part 525 of Act 451 of 1994, as amended.

FOR DEPARTMENT USE ONLY			
Sale Number (XX – XXX – XX – XX)			
Forest Management Unit:			

•	In addition, if boxes 2B or 2C are checked, then Notice of Exclusion or Certificate of Insurance must be submitted within 21 days of the contract award and prior to the issuance of the timber sale contract.					
•	All Information must be typed or printed except for written signatures.					
Ple	ase Check Appropriate Categories:					
1.	My business is organized as (you <b>must</b> check <u>one</u> of the boxes below):					
	A. Sole Proprietorship (individual)					
	B. Partnership					
	C. Corporation					
2.	You <b>must</b> check <u>one</u> of the boxes below:					
	A.   I certify that my business is a sole proprietorship and it has no employees but the sole proprietor. I am not subject to the Worker's Compensation Laws.					
	B.  I certify that my business has satisfied its obligation to the Worker's Compensation Act through the use of an approved Notice of Exclusion (BWC-337, Rev. 5/96). I will provide a copy of the Notice of Exclusion within 21 days of the contract award. (For questions or a copy of the BWC-337, please call the Worker's Compensation Bureau at 517-322-1195).					
	C.  I certify that my business has a Worker's Compensation Policy. I will provide an original Certificate of Insurance within 21 days of the contract award.					

3. If you have checked item 2(A) or 2(B), you must indicate the number of both full-time and part-time employees, other

Federal ID (or) Social Security No.

than yourself, including family members and active partners (if none, you must enter "0").

Full-time Employees

VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber

		( )
City	State	ZIP
I hereby certify that the above information is occur in factors affecting my coverage during Signature of Owner or Authorized Representative		I agree to notify the Michigan DNRE of any changes that ent and future operations.  Date
riue		Date

Telephone

Part-time Employees

#### **BID FORM**

#### KAWKAWLIN MIX (73-007-11-01)

T16N, R02E, SEC. 07; T16N, R02E, SEC. 08; T16N, R02E, SEC. 09, Midland County

In response to the notice of sale to be held 11:00 a.m. (local time) on March 14, 2012, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

PRODUCTS & SPECIES	<u>ESTIMATE</u>	D UNITS*	_AD\	<u>/ERTISED PRICE</u>	
Sawlogs					
Q. Aspen	0.00	MBF	\$	37.00 / MBF	\$ / MBF
White Ash	8.70	MBF	\$	58.00 / MBF	\$ / MBF
Pulpwood					
Q. Aspen	130.00	Cords	\$	40.35 / Cord	\$ / Cord
White Ash	26.00	Cords	\$	15.85 / Cord	\$ / Cord

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$185.00:

PRODUCTS & SPECIES	<b>ESTIMATED UNITS*</b>	ADVERTISED PRIC	
Pulpwood			
Red Maple	20.00 Cords	\$	9.25 / Cord

I understand that any or all bids may be rejected. All bids must be signed and all bid items must be bid or the bid form may be rejected. I also understand that consideration and awarding a contract will be based upon my past performance and ability to complete the contract based upon equipment and staffing subject to my control.

	FEDERAL ID:	or SOCIAL	L SECURITY NUMBER:	<u></u>		
	Company or individual bidding:					
	Company representative's name:_					
	Address:					
	City:	State:	Zip:			
F AVAILABLE, PLEASE PLACE THE PERSONALIZED LABEL FROM YOUR PROSPECTUS IN THE ABOVE BOX.						
ndividual	idual or company representative's signature: Date:					
Phone nu	none number : Email (optional):					

<sup>\*</sup> The total volume is statistically estimated within plus (+) or minus (-) 22.10 percent. 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.



Michigan Department of Natural Resources & Environment Forest Management Division

# TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

As required by Act 317, P.A. 1969 (Worker's Compensation) and Part 525 of Act 451 of 1994, as amended.

FOR DEPARTMENT USE ONLY	
Sale Number (XX – XXX – XX – XX)	
Forest Management Unit:	

# VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

- This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber
- In addition, if boxes 2B or 2C are checked, then Notice of Exclusion or Certificate of Insurance must be submitted within 21

	days of the contract award and prior to the issuance of the timber sale contract.					
•	All Information must be typed or printed except for written s	gnatures.				
Ple	ease Check Appropriate Categories:					
1.	<ul> <li>My business is organized as (you <b>must</b> check <u>one</u> of the boxes below):</li> <li>A. Sole Proprietorship (individual)</li> <li>B. Partnership</li> <li>C. Corporation</li> </ul>					
2.	<ul> <li>You must check one of the boxes below:</li> <li>A.  I certify that my business is a sole proprietorship and it has no employees but the sole proprietor. I am not subject to the Worker's Compensation Laws.</li> <li>B.  I certify that my business has satisfied its obligation to the Worker's Compensation Act through the use of an approved Notice of Exclusion (BWC-337, Rev. 5/96). I will provide a copy of the Notice of Exclusion within 21 days of the contract award. (For questions or a copy of the BWC-337, please call the Worker's Compensation Bureau at 517-322-1195).</li> <li>C.  I certify that my business has a Worker's Compensation Policy. I will provide an original Certificate of Insurance within 21 days of the contract award.</li> </ul>					
3.	If you have checked item 2(A) or 2(B), you <b>must</b> indicate than yourself, including family members and active partners. Full-time Employees	the number of <b>both</b> full-time and part-time employees, other ers (if none, you must enter "0").  Part-time Employees				
Nam	me of Business	Federal ID (or) Social Security No.				
Addr	dress	Telephone ( )				
City	State	ZIP				
occ _	hereby certify that the above information is true and correct. I agree to notify the Michigan DNRE of any changes that ccur in factors affecting my coverage during any of my present and future operations.  Signature of Owner or Authorized Representative					
T	Title	Date				

# **BID FORM**

# GROUSE RUN MIX (73-008-11-01) T16N, R01W, SEC. 19; T16N, R01W, SEC. 20, Midland County

In response to the notice of sale to be held 11:00 a.m. (local time) on March 14, 2012, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

•							
PRODUCTS & SPECIES	<u>ESTIMATE</u>	O UNITS*	ADV	ERTISED PRICE			
Sawlogs							
Q. Aspen	13.50	MBF	\$	34.00 / MBF	\$	/ MBF	
Red Maple	4.20	MBF	\$	106.00 / MBF	\$	/ MBF	
Pulpwood							
Q. Aspen	66.00	Cords	\$	31.75 / Cord	\$	/ Cord	
n addition, the successful bidder a	grees to purchase	the following	species at th	e indicated advertis	ed price for a to	tal value of \$231.70 :	
PRODUCTS & SPECIES	<u>ESTIMATE</u>	<u> UNITS*</u>	ADV	ERTISED PRICE			
Pulpwood							
Red Maple	10.00	Cords	\$	10.05 / Cord			
White Ash	8.00	Cords	\$	16.40 / Cord			
* The total volume is statistically estimated within plus (+) or minus (-) 31.09 percent. 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.							
understand that any or all bids may be rejected. All bids must be signed and all bid items must be bid or the bid form may be rejected. I also understand that consideration and awarding a contract will be based upon my past performance and ability to complete the contract based upon							

also upon equipment and staffing subject to my control.

	FEDERAL ID: or SOCIAL SECURITY NUMBER:				
	Company or individual bidding:				
	Company representative's name:				
	Address:			-	
	City:	State:	Zip:		
IF AVAILABLE, PLEASE PLACE THE PERSONALIZED LABEL FROM YOUR PROSPECTUS IN THE ABOVE BOX.					
Individual	ual or company representative's signature: Date:				
Phone nu	none number : Email (optional):				



Michigan Department of Natural Resources & Environment Forest Management Division

# TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

As required by Act 317, P.A. 1969 (Worker's Compensation) and Part 525 of Act 451 of 1994, as amended.

FOR DEPARTMENT USE ONLY	
Sale Number (XX – XXX – XX – XX)	
Forest Management Heit	
Forest Management Unit:	

# VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber sale contract.
 In addition, if boxes 2B or 2C are checked, then Notice of Exclusion or Certificate of Insurance must be submitted within 21 days of the contract award and prior to the issuance of the timber sale contract.

•	All Information must be typed or printed ex	cept for written si	gnatures.		
Ple	ease Check Appropriate Categories:				
1.	My business is organized as (you <b>must</b> of A. ☐ Sole Proprietorship (individual)  B. ☐ Partnership  C. ☐ Corporation	check <u>one</u> of the	boxes below):		
2.	<ul> <li>You must check one of the boxes below:</li> <li>A.  I certify that my business is a sole proprietorship and it has no employees but the sole proprietor. I am not subject to the Worker's Compensation Laws.</li> <li>B.  I certify that my business has satisfied its obligation to the Worker's Compensation Act through the use of an approved Notice of Exclusion (BWC-337, Rev. 5/96). I will provide a copy of the Notice of Exclusion within 21 days of the contract award. (For questions or a copy of the BWC-337, please call the Worker's Compensation Bureau at 517-322-1195).</li> <li>C.  I certify that my business has a Worker's Compensation Policy. I will provide an original Certificate of Insurance within 21 days of the contract award.</li> </ul>				
3.	If you have checked item 2(A) or 2(B), you than yourself, including family members Full-time Em	and active partne			
Nam	ne of Business		Federal ID (or) Social S	ecurity No.	
Add	Iress		Telephone ( )		
City		State	ZIP		
OCC	ereby certify that the above information is cur in factors affecting my coverage during Signature of Owner or Authorized Representative		ent and future opera		
1	Title		Date		