

DEPARTMENT OF NATURAL RESOURCES STATE OF MICHIGAN <u>TIMBER SALE PROSPECTUS #7285</u>

<u>SCHEDULED SALE DATE AND TIME:</u> 9:00 a.m. (local time) on September 28, 2023. <u>LOCATION:</u> BARAGA MGMT UNIT, 427 US 41 NORTH, BARAGA, MI 49908.

<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, CRYSTAL FALLS MANAGEMENT UNIT, for certain timber on the following described lands:

<u>GNA2 Broken Bridge</u> (12-800-23) / T44N, R36W, SEC. 18, W1/2NW. T44N, R37W, SEC. 11, NE,S1/2SW,NWSE,SESE. T44N, R37W, SEC. 12, W1/2NW,SWNE,SW,NWSE,S1/2SE. T44N, R37W, SEC. 13, NWNW,S1/2NE,NESE. T44N, R37W, SEC. 14, NENW,N1/2NE,SENE. T44N, R37W, SEC. 2 , S1/2SE.

Iron County, Advertised Price \$134,816.70, 484.6 Acres, Hardwood, Sugar Maple.

SALE NOTE: Extensive road work is required on this sale. The advertised price has been reduced by the estimate cost of this road work to off-set the additional expense. Large culvert installation required. Culvert will be paid for and provided by the DNR. USFS operating season restrictions, please read specs for details.

A recreation site such as a trail, pathway, or campground is within the sale area or the vicinity. Certain restrictions/specifications may be applicable including time restrictions. Access may be through other public land.

<u>GNA2 Englesby Lake</u> (12-802-23) / T45N, R37W, SEC. 18, NWSW,SESW,SWSE. T45N, R37W, SEC. 19, NW,W1/2NE. Iron County, Advertised Price \$19,260.85, 40.0 Acres, Aspen, Hardwood.

SALE NOTE: Access may be through other public land.

<u>GNA2 Red Linx</u> (12-803-23) / T43N, R37W, SEC. 6 , NE,N1/2SW,SWSW,N1/2SE. T43N, R38W, SEC. 1 , E1/2SE. T43N, R38W, SEC. 12, N1/2NE. Iron County, Advertised Price \$23,265.60, 108.1 Acres, Hardwood, Aspen.

SALE NOTE: Access may be through other public land.

<u>GNA2 North Behlow</u> (12-804-23) / T46N, R39W, SEC. 2 , NWNW. T46N, R39W, SEC. 3 , N1/2NW,SWNW,NE. T47N, R39W, SEC. 34, NENW,S1/2NW,NE,SESW,SE. T47N, R39W, SEC. 35, W1/2SW. Ontonagon County, Advertised Price \$78,953.90, 282.2 Acres, Hardwood, Red Pine.

SALE NOTE: Access may be through other public land.

BID INSTRUCTIONS (VER. 10/10/2022):

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

Bids must be received by the Unit Manager, BARAGA OFFICE, 427 US 41 North, Baraga, MI 49908, no later than 9:00 a.m. (local time) on September 28, 2023. For further information concerning this sale, contact Brad Carlson at 906-353-6651.

2. Bidder's Qualifications (10/22)

If all or part of a timber sale was prepared by a private contractor, the contractor and that contractor's company are not permitted to bid on the timber sale. A person must be 18 years of age or older to purchase timber. Permanent employees of the Department of Natural Resources or members of their immediate household may not bid. Former employees, in the permanent or seasonal class, may not bid until 3 months after the last day of active duty. 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 (5/16)

Bid Forms may be completed online thru Michigan DNR Timber Sale Online Bidding (OLB) at www.michigan.gov/timberbidding or by completing the hardcopy Bid Form found in the Timber Sale Prospectus . Hardcopy Bid Forms shall be manually signed in ink. Registration in OLB is considered your 'signature' for all bids submitted thru that system. 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 hardcopy Bid Form, each erasure or change must be initialed by the person signing the bid.

4. Submission of Sealed Bids (5/16)

Bid forms may be obtained from the Unit Manager or thru OLB. Bids may be submitted hardcopy or thru OLB. All hardcopy 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.

It is possible for a bidder to submit multiple bids on a single sale. For example, a bid may be submitted hardcopy and a bid may be submitted thru OLB. Or, two bidders from the same company could both submit bids on the same sale. If this were to happen, the State would accept all bids received and award the contract accordingly. All bidding and contractual requirements would apply to all bids received.

5. Public Opening of Sealed Bids (7/16)

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

If a bidder, present at a bid opening, has submitted bids on more than one sale, that bidder may withdraw their unopened bid envelopes or announce the withdrawal of their online bid after being declared the successful bidder on one sale.

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. Worker's Compensation (10/22)

Purchaser shall obtain worker's 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. Verification of Worker's Disability Compensation Act Compliance must be completed and submitted within 21 days of contract award and prior to the issuance of the timber sale contract. In addition, if applicable, Notice of Exclusion or Certificate of Insurance must also be submitted.

10. Timber Sale Contract (10/22)

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/timber. 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 3 months after the first offense, 6 months after the second offense, and 1 year after the third offense. An offense will only be counted against the Bidder for 5 years. 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 expiration date.

Payment Unit values in the State Forest Timber Sale Contract are calculated based on the advertised value of the Payment Unit as a percentage of the total advertised value of the contract. The advertised value of each Payment Unit is given in the Description of Timber by Payment Unit table on the Timber Sale Information page. For example, if the value of Payment Unit 1 is advertised as \$1,500 and the total Timber Sale value is advertised as \$10,000, the contract price for Payment Unit 1 will be 15% of the total bid price (\$1,500/\$10,000 * 100).

11. Disclaimer of Estimates and Bidder's Warranty of Inspection (10/22)

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.

12. Certification and Chain-of-Custody (10/22)

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-SF5. Forest products from this sale may be delivered to the mill as "FSC 100% 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.

13. Good Neighbor Authority (GNA) Requirements (10/22)

If the name of this timber sales contains the acronym GNA, it is authorized by the Good Neighbor Authority (GNA) and covered by various agreements between the U.S. Forest Service and the State. The timber sale occurs on federal land and the following conditions apply:

GNA contracts on US Forest Service land will not be awarded to purchasers on the Federal list of excluded parties . The System for Award Management (SAM) will be checked for active excluded parties prior to award of contract. In

addition, the Bidder to whom award is made must complete an Assurance Regarding Felony Conviction or Tax Delinquent Status for Corporate Applicants (AD-3031).

14. Good Neighbor Authority (GNA) Requirements, con't (10/22)

Bidder certifies, by signing this bid form, that to the best of Bidder's knowledge that the following representations are accurate and complete.

a. That the Bidder and its principals are not presently debarred, suspended, proposed for debarment, declared ineligible, or voluntary excluded from timber sales (covered transactions) by any Federal department or agency.

b. That the Bidder and its principals have not within a 3-year period preceding this bid been convicted of or had a civil judgment rendered against them for commission of fraud or a criminal offense in connection with obtaining, attempting to obtain, or performing a public (Federal, State, or local) transaction or contract under a public transaction; violation of Federal or State antitrust statutes or commission of embezzlement, theft, forgery, bribery, falsification or destruction of records, making false statements, or receiving stolen property.

c. That the Bidder and its principals are not presently indicted for or otherwise criminally or civilly charged by a governmental entity (Federal, State, or local) with commission of any of the offenses enumerated in paragraph b of this certification.

d. That the Bidder and its principals have not within a 3-year period preceding this bid had one or more public transactions (Federal, State, or local) terminated for breach or default of a timber or forest product contract.

Bidders that cannot certify this requirement, in whole or in part, shall submit an explanation with their bid.

SHANNON LOTT, Acting Director

TIMBER SALE INFORMATION

GNA2 Broken Bridge (12-800-23)

T44N, R36W, SEC. 18; T44N, R37W, SEC. 11; T44N, R37W, SEC. 12; T44N, R37W, SEC. 13; T44N, R37W, SEC. 14; T44N, R37W, SEC. 2.

SALE NOTE: Extensive road work is required on this sale. The advertised price has been reduced by the estimate cost of this road work to off-set the additional expense. Large culvert installation required. Culvert will be paid for and provided by the DNR. USFS operating season restrictions, please read specs for details.

A recreation site such as a trail, pathway, or campground is within the sale area or the vicinity. Certain restrictions/specifications may be applicable including time restrictions. Access may be through other public 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. 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*		ADVE	RTISED PRICE
Sawtimber				
Basswood	330.5	MBF	\$	68.00 / MBF
Red Maple	243.9	MBF	\$	48.00 / MBF
Sugar Maple	693.0	MBF	\$	98.00 / MBF
White Ash	26.0	MBF	\$	35.00 / MBF
Yellow Birch	13.2	MBF	\$	49.00 / MBF
Pulpwood				
Balsam Fir	22	Cords	\$	4.65 / Cord
Basswood	171	Cords	\$	3.85 / Cord
Mixed Hardwood	3,200	Cords	\$	6.80 / Cord
Quaking Aspen	3	Cords	\$	13.95 / Cord
Red Pine	486	Cords	\$	17.70 / Cord

* The total volume is statistically estimated within plus (+) or minus (-) 8.40 percent. There are an estimated 7,380 cords on this timber sale, plus or minus 620 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 \$13,000.00 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

IT NUMBER	PERCENT OF TOTAL SALE
01	5.6%
02	0.8%
03	9.5%
04	12.1%
05	16.1%
06	21.3%
07	2.6%
08	7.6%
09	11.4%
10	5.6%
11	7.4%

4. If no cutting takes place, the 10% down payment will not be refunded.

5. Operations on the contract issued will terminate on 06/30/2027.

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		VOLUME		ANGE IN CORDS
TOTAL CUBIC FEET TOTAL CORDS		PERCENT ERROR	MINIMUM	MAXIMUM
582,984	7,380	8.40%	6,759	8,000

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 II	N CORDS
VDU	TOTAL CUBIC FEET	TOTAL CORDS	PERCENT ERROR	MINIMUM	MAXIMUM
1	33,765	427	45.48%	233	622
2	4,467	57	105.30%	0	116
3	165,255	2,092	17.07%	1,735	2,449
4	379,497	4,804	9.11%	4,366	5,241
TOTAL:	582,984	7,380		6,334	8,428

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.

VDU	VDU ACRES	PU	PU ACRES
1	25.0	1	25.0
2	7.3	2	7.3
3	140.0	3	4.7
		4	41.1
		5	42.9
		7	13.1
		10	9.5
		11	28.7
4	312.3	3	40.4
		4	19.2
		5	36.2
		6	100.3
		8	36.1
		9	54.0
		10	17.7
		11	8.4
TOTAL:	484.6		484.6

DESCRIPTION OF TIMBER BY PAYMENT UNIT (PU)

PU	MARKET GROUP	PRODUCT	QUANTITY	UNIT	ACRES	ADVERTISE PRICE
1	Balsam Fir	Pulpwood	16	Cords	25.0	\$7,614.60
	Red Pine		426	Cords		
2	Mixed Hardwood	Pulpwood	2	Cords	7.3	\$1,117.45
	Sugar Maple		2	Cords		
	Quaking Aspen		3	Cords		
	Red Pine		60	Cords		
3	Basswood	Sawtimber	34.6	MBF	45.1	\$12,771.80
	Red Maple		25.7	MBF		
	Sugar Maple		69.5	MBF		
	White Ash		3.4	MBF		
	Yellow Birch		1.3	MBF		
	Balsam Fir	Pulpwood	1	Cords		
	Basswood		17	Cords		
	Mixed Hardwood		312	Cords		
	Ironwood		2	Cords		
	Red Maple		77	Cords		
	Sugar Maple		223	Cords		
	White Ash		2	Cords		
	Yellow Birch		8	Cords		
4	Basswood	Sawtimber	40.0	MBF	60.3	\$16,316.15
-	Red Maple	Cawamber	29.1	MBF	00.0	φ10,010.10
	Sugar Maple		91.3	MBF		
	White Ash		1.6	MBF		
	Yellow Birch		1.8	MBF		
	Basswood	Pulpwood	23	Cords		
	Mixed Hardwood	Fulpwood	444	Cords		
	Ironwood		1	Cords		
	Red Maple		103	Cords		
			315	Cords		
	Sugar Maple White Ash					
	Yellow Birch		1 24	Cords Cords		
		O su time ha m			70.4	#04.040.05
5	Basswood	Sawtimber	54.5	MBF	79.1	\$21,640.05
	Red Maple		39.8	MBF		
	Sugar Maple		120.3	MBF		
	White Ash		3.0	MBF		
	Yellow Birch		2.3	MBF		
	Balsam Fir	Pulpwood	1	Cords		
	Basswood		30	Cords		
	Mixed Hardwood		573	Cords		
	Ironwood		1	Cords		
	Red Maple		135	Cords		
	Sugar Maple		408	Cords		
	White Ash		2	Cords		
	Yellow Birch		27	Cords		
6	Basswood	Sawtimber	78.9	MBF	100.3	\$28,664.90
	Red Maple		58.8	MBF		
	Sugar Maple		155.4	MBF		
	White Ash		8.3	MBF		
	Yellow Birch		2.8	MBF		
	Balsam Fir	Pulpwood	2	Cords		
	Basswood		38	Cords		
	Mixed Hardwood		686	Cords		
	Ironwood		4	Cords		
	Red Maple		171	Cords		
	r tou mapio					1
	Sugar Maple		490	Cords		

DESCRIPTION OF TIMBER BY PAYMENT UNIT (PU), CON'T

PU	MARKET GROUP	PRODUCT	QUANTITY	UNIT	ACRES	ADVERTISE PRICE
6 con't	Yellow Birch	Pulpwood	14	Cords		
7	Basswood	Sawtimber	7.9	MBF	13.1	\$3,450.45
	Red Maple		5.7	MBF		
	Sugar Maple		19.6	MBF		
	Yellow Birch		0.4	MBF		
	Basswood	Pulpwood	5	Cords		
	Mixed Hardwood		100	Cords		
	Red Maple		23	Cords		
	Sugar Maple		70	Cords		
	Yellow Birch		7	Cords		
8	Basswood	Sawtimber	28.4	MBF	36.1	\$10,307.45
	Red Maple		21.2	MBF		
	Sugar Maple		55.8	MBF		
	White Ash		3.0	MBF		
	Yellow Birch		1.1	MBF		
	Balsam Fir	Pulpwood	1	Cords		
	Basswood		14	Cords		
	Mixed Hardwood		246	Cords		
	Ironwood		1	Cords		
	Red Maple		61	Cords		
	Sugar Maple		177	Cords		
	White Ash		2	Cords		
	Yellow Birch		5	Cords		
9	Basswood	Sawtimber	42.5	MBF	54.0	\$15,421.35
	Red Maple		31.7	MBF		
	Sugar Maple		83.5	MBF		
	White Ash		4.5	MBF		
	Yellow Birch		1.6	MBF		
	Balsam Fir	Pulpwood	1	Cords		
	Basswood		20	Cords		
	Mixed Hardwood		369	Cords		
	Ironwood		2	Cords		
	Red Maple		92	Cords		
	Sugar Maple		264	Cords		
	White Ash		3	Cords		
	Yellow Birch		8	Cords		
10	Basswood	Sawtimber	19.7	MBF	27.2	\$7,555.00
10	Red Maple	Gawamber	14.5	MBF	21.2	ψ1,000.00
	Sugar Maple		41.6	MBF		
	White Ash		1.5	MBF		
	Yellow Birch		0.8	MBF		
	Basswood	Pulpwood	10	Cords		
	Mixed Hardwood		193	Cords		
	Ironwood		193	Cords		
	Red Maple		46	Cords		
			138	Cords		
	Sugar Maple White Ash		130			
			7	Cords		
44	Yellow Birch	Caudiastra a	-	Cords	07.4	#0.0F7.50
11	Basswood	Sawtimber	24.0	MBF	37.1	\$9,957.50
	Red Maple		17.4	MBF		
	Sugar Maple		56.0	MBF		
	White Ash		0.7	MBF		
	Yellow Birch		1.1	MBF		
	Basswood	Pulpwood	14	Cords		
	Mixed Hardwood		275	Cords		
	Red Maple		64	Cords		

DESCRIPTION OF TIMBER BY PAYMENT UNIT (PU), CON'T

PU	MARKET GROUP	PRODUCT	QUANTITY	UNIT	ACRES	ADVERTISE PRICE
11 con't	Sugar Maple	Pulpwood	195	Cords		
	Yellow Birch		16	Cords		
		TOTAL:	1,306.6	MBF		
		TOTAL:	3,882	Cords		

Sale Specific Conditions & Requirements

Sale Name: GNA2 Broken Bridge

Sale Number: 12-800-23 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 orange paint. Exterior sale boundary lines against USFS are marked with orange triple slashes. Interior Payment Unit boundaries are marked with orange double slashes. The painted boundary line trees are not Included Timber and are to be protected unless marked with blue paint.

2 - Timber Specifications

- 2.1 Included Timber
 - 2.1.3 Cut tree marked unit(s) (12/08)

Within Payment Unit(s) 1-11, all trees are designated for cutting when marked with blue paint above and below stump height, regardless of merchantability.

2.2 - Utilization

2.2.12 - GNA, cut and remove Included Timber (3/18)

Unless provided otherwise herein, the DNR agrees to sell and permit Purchaser to cut and remove Included Timber and Purchaser agrees to purchase, cut, and remove Included Timber.

3 - Payments

3.4 - Damaged Timber

3.4.1 - Damaged timber (7/16)

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.

No damage is acceptable to undesignated live merchantable trees. Within the Sale Area, if more than 10% 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

4.1.2 - Stream crossings, specific (3/11)

The Seasonal Stream crossing on Forest Service Road 3271 will require the installation of a culvert. The culvert will be provided by the DNR. This installation will be performed in accordance with the specifications on the appropriate permits which shall also be provided by the DNR. Cost of installation and all necessary material other than the culvert will be the responsibility of the Purchaser. The location of the permitted culvert has been designated on the Timber Sale Map.

4.1.3 - Slash and earthen piles (8/04)

Piles or windrows of earth along roads and landings that have been widened or constructed shall be leveled. Slash from road maintenance or construction, including stumps, shall be dispersed throughout the sale.

4.1.5 - Culverts (5/14)

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 or plastic gauge. Culverts will be a minimum of 18 inches in diameter and 30 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.

4.1.6 - Road construction (1/09)

Construction of the temporary road into Payment Units 1 & 2, 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. Temporary roads used during a timber sale need to be be blocked following harvest completion and/or for other resource needs in such a manner as to inhibit motorized use per motorized designation of the route, following the design criteria specific to road closures.

4.1.7 - Road closure (10/11)

Existing and temporary roads may need to be closed or bermed to USFS specific road designations. In general, this will require constructing a four (4') foot high berm of stumps and logs covered with earth. 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)

The following road work is required: The Purchaser will gravel all transitions onto FS 3270 used during the timber sale. This work will be done prior to any hauling activity. The gravel used must be from a weed free source. In general, this will require between 5 to 10 yards of gravel per transition and must be done to the satisfaction of the Sale Administrator.

4.1.11 - Permits (2/12)

The DNR will secure any necessary permits that may be required.

4.2 - Maintenance

4.2.1 - Hauling restriction (12/08)

Hauling may be restricted on forest roads by the Unit Manager or his/her representative. The restriction may occur during spring breakup or during wet weather conditions. There is a 3-ton weight limit on all USFS roads during spring break up restrictions. If hauling does occur, a waiver will be needed from the USFS road engineer. Contact Sale Administrator for approval and waiver request.

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 USFS lands.

4.2.4 - Grading (10/16)

For completion of the sale, USFS roads must be graded. In general, this will require a road grader or bulldozer to shape up the roads after forest products have been hauled off site. This includes cleaning of drainage areas, grading, crowning and filling with gravel, if necessary. The grading equipment to be used must be approved by the Unit Manager or his/her representative.

4.3 - Public Right-of-Way

4.3.2 - County R-O-W (12/06)

The county must be contacted prior to crossing or harvesting in the county road R-O-W. This applies to Payment Unit 7 and Highway 16.

4.4 - Access

4.4.5 - Federal property access (3/11)Permission for access across federal land has been obtained by the DNR.

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 36 inches in height.

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

5.2.3.1 - Operating restrictions (9/11)

Within Payment Unit(s) 1 & 2, unless changed by written agreement, cutting, skidding, and hauling are permitted year round, except when load limits are in place on county roads.

Within Payment Unit(s) 3-11, unless changed by written agreement, cutting, skidding, and hauling are limited to the period of August 1 to September 30, or during frozen winter conditions. This restriction is because of USFS soil and operating restrictions.

5.2.17 - Timber Mats and Interlocking Composite Mats (5/23)

Some roads or skid trails may require extra protection such as that afforded by timber mats, interlocking composite mats, or another approved system. If available, mats may be borrowed from the DNR. A Timber Sale Contract Amendment will be used to document the Purchaser's use of the DNR's mats. Contact the Sale Administrator regarding availability and pick-up. Timber mats are available from various field offices. Composite mats are only available from the Grayling field office and the Marquette ICC. The Purchaser is responsible for picking up and hauling the mats to and from the site. The composite mats will require DNR staff onsite for installation and removal. Contact the Sale Administrator to schedule at least 30 days before desired install/removal date. All mats must be cleaned prior to drop off. This may include, but is not limited to, power washing and brushing to remove mud and debris. A charge of \$700.00 per timber mat and \$2,000.00 per composite mat will be assessed for all damaged or non-returned mats. Damage for the crane/timber mats is defined as three or more broken cants. Damage for the composite mats is defined as cracked or broken mats.

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.

5.2.39 - ORV trail/route protection (4/18)

The SL trail is an ORV trail or route and is shown on the Timber Sale Map. Do not cut trees or damage posts with yellow ORV markers. All stumps within 5 feet of the trail must be removed. All stumps within 20 feet of the trail must be cut at ground level. Maintain a 20-foot-wide slash, debris, and rut free zone daily using the ORV trail or route as the centerline. Do not run equipment down the ORV trail or route. Skidding across the trail or route may only occur in locations approved by the Sale Administrator.

5.2.41 - Snowmobile trail protection (9/11)

The SL is a 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. The road maintenance/restoration must be done prior to December 1. 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. The snowmobile trail may only be crossed at right angles. Maintain a 20-foot-wide slash, debris, and rut free zone daily using the snowmobile trail as the centerline. No decking of forest products will be permitted along the snowmobile trail from December 1 to March 31. All stumps within 20 feet of the snowmobile trail must be cut at ground level. In addition, any trees cut within 5 feet of the trail must have the stumps removed and be disposed of according to the direction of the Unit Manager or his/her representative.

5.4 - Soil Protection

5.4.1 - Rutting restriction, general (7/16)

Operations are to cease immediately if equipment and weather conditions result in rutting of roads and/or skid trails which are 6 inches or greater in depth and 25 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.

5.4.6 - Wet area protection (5/10)

No harvesting operations, including skidding and felling, are to take place within the vernal pond areas or drainages. When harvesting occurs, there should be no disturbance to the vernal pond depression. All equipment, trees and tops should be kept out of this area. Within 50 feet of the pond, no equipment is allowed. Care must be taken by the Purchaser to identify and avoid operating in these areas of the timber sale.

5.6 - Debris and Waste Material

5.6.2 - GNA, equipment cleaning (1/16)

(a) Areas, known by the DNR prior to timber sale advertisement, that are infested with invasive species of concern are shown on the Timber Sale Map. A current list of invasive species of concern and a map showing the extent of known infestations is available from the DNR. For purposes of this provision, "Off-Road Equipment" includes all logging and construction machinery, except for log trucks, chip vans, service vehicles, water trucks, pickup trucks, cars, and similar vehicles.

(b) Purchaser shall adhere to the following requirements with regard to cleaning "Off-Road Equipment":

(i) Prior to moving Off-Road Equipment onto the Sale Area, Purchaser shall identify the location of the equipment's most recent operation. Purchaser shall not move any Off-Road Equipment that last operated in an area infested with one or more invasive species of concern onto Sale Area without having cleaned such equipment of seeds, soil, vegetative matter, and other debris that could contain or hold seeds, and having notified the DNR, as provided in (iii). If the location of prior operation cannot be identified, then Purchaser shall assume that the location is infested with invasive species of concern.

(ii) Prior to moving Off-Road Equipment from a cutting unit that is shown on the Timber Sale Map to be infested with invasive species of concern to, or through any other area that is shown as being free of invasive species of concern, or infested with a different invasive species, Purchaser shall clean such equipment of seeds, soil, vegetative matter, and other debris that could contain or hold seeds, and shall notify the DNR, as provided in (iii).

(iii) Prior to moving any Off-Road Equipment subject to the cleaning requirements set forth above, Purchaser shall advise DNR of its cleaning measures and make the equipment available for inspection. DNR shall have 2 days, excluding weekends and State holidays, to inspect equipment after it has been made available. After satisfactory inspection or after such 2 day period, Purchaser may move the equipment as planned. Equipment shall be considered clean when a visual inspection does not disclose seeds, soil, vegetative matter, and other debris that could contain or hold seeds. Purchaser shall not be required to disassemble equipment unless so directed by the DNR after inspection.

(iv) If Purchaser desires to clean Off-Road Equipment on National Forest land, such as at the end of a project or prior to moving to, or through an area that is free of invasive species of concern, Purchaser shall obtain prior approval from the Unit Manager or his/her representative as to the location for such cleaning and measures, if any, for controlling impacts.

(v) Unit Manager or his/her representative may order delay, interruption, or modification of this Contract pursuant to Condition & Requirement 7.3 or 7.3.4.

(c) Nothing contained in this Condition & Requirement shall be interpreted as creating any warranty on the part of the DNR that all locations of invasive species of concern have been described herein, elsewhere in this Contract, or designated on the ground. Following sale advertisement, additional locations may be described or designated, and other species may be added to the list of invasive species of concern. In such event, the Unit Manager or his/her representative may order delay, interruption, or modification of this Contract pursuant to Condition & Requirement 7.3 or 7.3.4.

(d) The parties shall promptly communicate with one another with respect to description or designation of additional locations; discovery of locations of new species or new infestation; and, addition of species to the list of invasive species of concern.

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 FS Road 3270, ORV/Snowmobile trail SL, & HWY 16 prior to beginning operations. The road must be posted approximately 350 feet 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 SL prior to beginning operations during the snowmobile season (approximately December 1 to March 31). The trail must be posted to warn of logging activity and truck traffic. Signs must be removed when harvest operations are suspended or completed.

6.2.3 - Recreational trail posting (10/20)

The Purchaser is responsible for posting and maintaining caution signs on SL prior to beginning operations. The trail must be posted 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.

7 - Other Conditions

SKIP

7.1.1 - GNA, title (7/16)

General Condition & Requirement 7.1 is inapplicable. The following applies to this contract.

All right, title, and interest in and to any Included Timber shall remain in USDA Forest Service with the State of Michigan acting on behalf of the USDA Forest Service under this GNA contract, until it has been Measured, removed from Sale Area or other authorized cutting area, and paid for, at which time title shall vest in Purchaser. Title to any Included Timber that has been Measured and paid for, but not removed from Sale Area or other authorized cutting area by Purchaser on or prior to Termination Date, shall remain in USDA Forest Service.

7.3 - Contract Modifications

7.3.4 - GNA, contract suspension and modification (5/16)

(a) The Unit Manager may, by written order, delay or interrupt authorized operations under this contract or, notwithstanding Condition & Requirement 7.3, modify this contract, in whole or in part:

(i) To prevent environmental degradation or resource damage, including, but not limited to, harm to habitat, plants, animals, cultural resources, or cave resources;

(ii) To ensure consistency with land and resource management plans or other documents prepared pursuant to the National Environmental Policy Act of 1969, 42 USC 4321-4347;

(iii) To conduct environmental analysis, including, but not limited to, engaging in consultation pursuant to the Endangered Species Act of 1973, 16 USC 1531, et seq.; or

(iv) Upon agreement of the Forest Service, due to administrative appeal or litigation, regardless of whether the Unit Manager's order is required by a court order or this contract is named in such a proceeding.

(b) In the event of an order delaying or interrupting Purchaser's Operations under this Condition & Requirement, Purchaser's remedy shall be:

(i) a no cost contract extension,

(ii) reimbursement for Out-of-Pocket Expenses,

however, the foregoing remedies shall be available only to the extent that the Unit Manager's order was the sole and exclusive cause of the delay or interruption of Purchaser's operations.

(c) Remedies awarded to the Purchaser shall not be duplicative, and the Unit Manager shall have the right to structure remedies provided herein to avoid duplicative compensation.

(d) Purchaser agrees that this Condition & Requirement, and the remedies provided herein shall apply regardless of any finding by any court that the DNR failed to comply with any statute, regulation and/or policy in connection with awarding, advertising, or authorizing this sale, or a similar sale.

7.5 - Loss

7.5.2 - GNA, liability for loss (7/16)

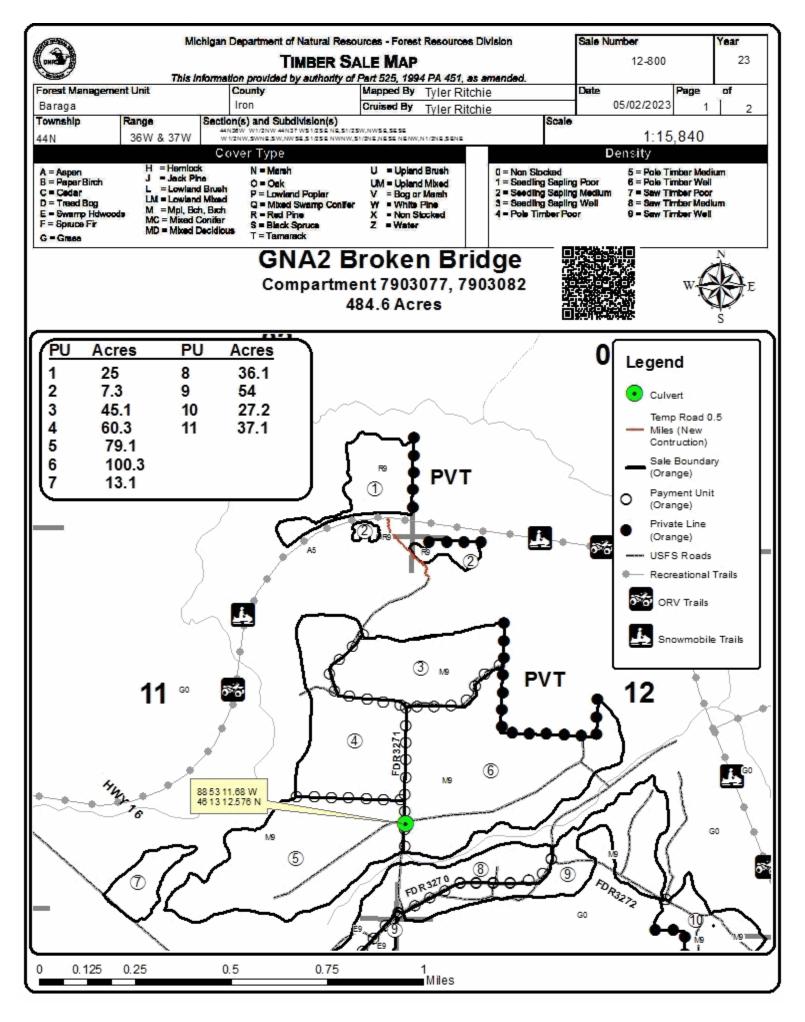
If Included Timber is destroyed or damaged by an unexpected event that changes the nature of Included Timber, such as wind, flood, insects, disease, or similar cause, the Purchaser shall bear the timber value loss resulting from such destruction or damage.

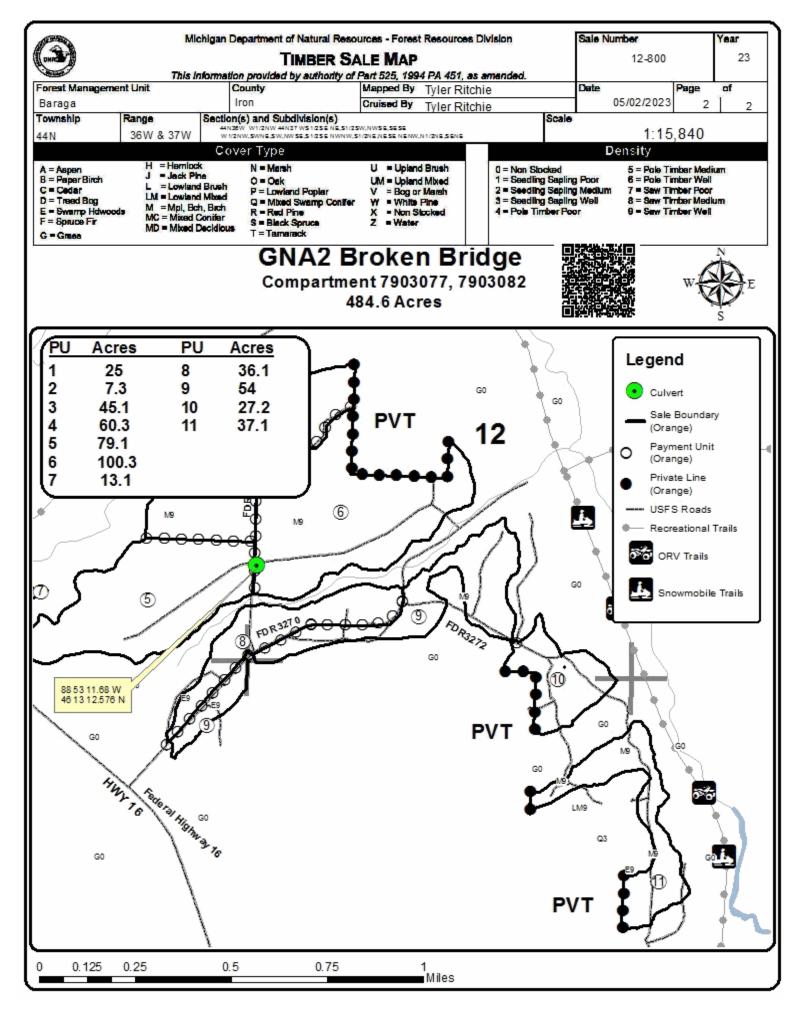
Deterioration or loss of timber value due to delay or interruption under 7.3.4 - GNA, contract suspension and modification, shall be borne by the party holding title. In this event, Included Timber to which USDA Forest Service holds title, Purchaser of the State GNA contract will not be obligated to remove and pay for such timber. This Subsection shall not be construed to relieve either party of liability for negligence.

7.10 - Certified Timber

7.10.1 - Non-certified timber (2/16)

The area encompassed by this timber sale is not certified to the standards of the Forest Stewardship Council (FSC) or the Sustainable Forestry Initiative (SFI). Forest products from this sale may not be delivered to the mill as "FSC and / or SFI certified". The lands within this sale belong to the National Forest system and are being managed by the State as part of a Good Neighbor Authority (GNA) agreement.





TIMBER SALE INFORMATION

<u>GNA2 Englesby Lake (12-802-23)</u> T45N, R37W, SEC. 18; T45N, R37W, SEC. 19. Iron County (Advertised Price \$19,260.85)

SALE NOTE: Access may be through other public 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. 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*		ADV	ADVERTISED PRICE	
Sawtimber					
Red Maple	20.9	MBF	\$	56.00 / MBF	
Pulpwood					
Balsam Fir	19	Cords	\$	5.35 / Cord	
Mixed Hardwood	171	Cords	\$	7.80 / Cord	
Quaking Aspen	949	Cords	\$	16.00 / Cord	
Red Pine	66	Cords	\$	20.30 / Cord	
White Spruce	16	Cords	\$	8.20 / Cord	

* The total volume is statistically estimated within plus (+) or minus (-) 23.00 percent. There are an estimated 1,180 cords on this timber sale, plus or minus 271 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 \$1,500.00 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	7.0%
02	93.0%

4. If no cutting takes place, the 10% down payment will not be refunded.

5. Operations on the contract issued will terminate on 06/30/2027.

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 RA	ANGE IN CORDS
TOTAL CUBIC FEET TOTAL CORDS		PERCENT ERROR	MINIMUM	MAXIMUM
93,189	1,180	23.00%	908	1,451

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		VOLUME			RANGE II	N CORDS
VDU	TOTAL CUBIC FEET	TOTAL CORDS	PERCENT ERROR	MINIMUM	MAXIMUM		
1	5,223	66	64.96%	23	109		
2	87,966	1,113	22.55%	862	1,365		
TOTAL:	93,189	1,180		886	1,474		

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.

VDU	VDU ACRES	PU	PU ACRES
1	4.9	1	4.9
2	35.1	2	35.1
TOTAL:	40.0		40.0

DESCRIPTION OF TIMBER BY PAYMENT UNIT (PU)

PU	MARKET GROUP	PRODUCT	QUANTITY	UNIT	ACRES	ADVERTISE PRICE
1	Red Pine	Pulpwood	66	Cords	4.9	\$1,339.80
2	Red Maple	Sawtimber	20.9	MBF	35.1	\$17,921.05
	Balsam Fir	Pulpwood	19	Cords		
	Mixed Hardwood		171	Cords		
	Red Maple		131	Cords		
	Sugar Maple		18	Cords		
	Yellow Birch		22	Cords		
	Quaking Aspen		949	Cords		
	White Spruce		16	Cords		
		TOTAL:	20.9	MBF		
		TOTAL:	1,221	Cords		

Sale Specific Conditions & Requirements

Sale Name: GNA2 Englesby Lake

Sale Number: 12-802-23 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 orange paint. Exterior sale boundary lines against USFS are marked with orange triple slashes. Interior Payment Unit boundaries are marked with orange double slashes. The painted boundary line trees are not Included Timber and are to be protected unless marked with blue paint.

2 - Timber Specifications

2.1 - Included Timber

2.1.2 - Clearcut unit(s) w/o unmerchantable trees (8/11)

Within Payment Unit(s) 2, cut all trees which meet minimum piece specifications in 2.2 Utilization, except elm, oak, cedar, hemlock, red pine and white pine.

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

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

2.2 - Utilization

2.2.12 - GNA, cut and remove Included Timber (3/18)

Unless provided otherwise herein, the DNR agrees to sell and permit Purchaser to cut and remove Included Timber and Purchaser agrees to purchase, cut, and remove Included Timber.

3 - Payments

3.4 - Damaged Timber

3.4.1 - Damaged timber (7/16)

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.

No damage is acceptable to undesignated live merchantable trees. Within the Sale Area, if more than 10% 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

4.1.3 - Slash and earthen piles (8/04)

Piles or windrows of earth along roads and landings that have been widened or constructed shall be leveled. Slash from road maintenance or construction, including stumps, shall be dispersed throughout the sale.

4.1.5 - Culverts (5/14)

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 or plastic gauge. Culverts will be a minimum of 18 inches in diameter and 30 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)

Existing roads may need to be closed or bermed to USFS specific road designations. In general, this will require constructing a four (4') foot high berm of stumps and logs covered with earth. 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)

The following road work is required: The Purchaser will gravel all transitions onto FS 3340 used during the timber sale. This work will be done prior to any hauling activity. The gravel used must be from a weed free source. In general, this will require between 5 to 10 yards of gravel per transition and must be done to the satisfaction of the Sale Administrator.

4.1.11 - Permits (2/12)

The DNR will secure any necessary permits that may be required.

4.1.12 - No new roads (1/12)

No new roads will be permitted in any Payment Unit. All operations are limited to existing roads. Skid trails will only be allowed.

4.2 - Maintenance

4.2.1 - Hauling restriction (12/08)

Hauling may be restricted on forest roads by the Unit Manager or his/her representative. The restriction may occur during spring breakup or during wet weather conditions. There is a 3-ton weight limit on all USFS roads during spring break up restrictions. If hauling does occur, a waiver will be needed from the USFS road engineer. Contact Sale Administrator for approval and waiver request.

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 USFS lands.

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For completion of the sale, USFS roads must be graded. In general, this will require a road grader or bulldozer to shape up the roads after forest products have been hauled off site. This includes cleaning of drainage areas, grading, crowning and filling with gravel, if necessary. The grading equipment to be used must be approved by the Unit Manager or his/her representative.

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4.4.5 - Federal property access (3/11)

Permission for access across federal land has been obtained by the DNR.

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5.2 - Conduct of Operations

5.2.1 - Slash

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(b) Purchaser shall adhere to the following requirements with regard to cleaning "Off-Road Equipment":

(i) Prior to moving Off-Road Equipment onto the Sale Area, Purchaser shall identify the location of the equipment's most recent operation. Purchaser shall not move any Off-Road Equipment that last operated in an area infested with one or more invasive species of concern onto Sale Area without having cleaned such equipment of seeds, soil, vegetative matter, and other debris that could contain or hold seeds, and having notified the DNR, as provided in (iii). If the location of prior operation cannot be identified, then Purchaser shall assume that the location is infested with invasive species of concern.

(ii) Prior to moving Off-Road Equipment from a cutting unit that is shown on the Timber Sale Map to be infested with invasive species of concern to, or through any other area that is shown as being free of invasive species of concern, or infested with a different invasive species, Purchaser shall clean such equipment of seeds, soil, vegetative matter, and other debris that could contain or hold seeds, and shall notify the DNR, as provided in (iii).

(iii) Prior to moving any Off-Road Equipment subject to the cleaning requirements set forth above, Purchaser shall advise DNR of its cleaning measures and make the equipment available for inspection. DNR shall have 2 days, excluding weekends and State holidays, to inspect equipment after it has been made available. After satisfactory inspection or after such 2 day period, Purchaser may move the equipment as planned. Equipment shall be considered clean when a visual inspection does not disclose seeds, soil, vegetative matter, and other debris that could contain or hold seeds. Purchaser shall not be required to disassemble equipment unless so directed by the DNR after inspection.

(iv) If Purchaser desires to clean Off-Road Equipment on National Forest land, such as at the end of a project or prior to moving to, or through an area that is free of invasive species of concern, Purchaser shall obtain prior approval from the Unit Manager or his/her representative as to the location for such cleaning and measures, if any, for controlling impacts.

(v) Unit Manager or his/her representative may order delay, interruption, or modification of this Contract pursuant to Condition & Requirement 7.3 or 7.3.4.

(c) Nothing contained in this Condition & Requirement shall be interpreted as creating any warranty on the part of the DNR that all locations of invasive species of concern have been described herein, elsewhere in this Contract, or designated on the ground. Following sale advertisement, additional locations may be described or designated, and other species may be added to the list of invasive species of concern. In such event, the Unit Manager or his/her representative may order delay, interruption, or modification of this Contract pursuant to Condition & Requirement 7.3 or 7.3.4.

(d) The parties shall promptly communicate with one another with respect to description or designation of additional locations; discovery of locations of new species or new infestation; and, addition of species to the list of invasive species of concern.

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 FS 3340 prior to beginning operations. The road must be posted approximately 350 feet 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.

7 - Other Conditions

SKIP

7.1.1 - GNA, title (7/16)

General Condition & Requirement 7.1 is inapplicable. The following applies to this contract.

All right, title, and interest in and to any Included Timber shall remain in USDA Forest Service with the State of Michigan acting on behalf of the USDA Forest Service under this GNA contract, until it has been Measured, removed from Sale Area or other authorized cutting area, and paid for, at which time title shall vest in Purchaser. Title to any Included Timber that has been Measured and paid for, but not removed from Sale Area or other authorized cutting area by Purchaser on or prior to Termination Date, shall remain in USDA Forest Service.

7.3 - Contract Modifications

7.3.4 - GNA, contract suspension and modification (5/16)

(a) The Unit Manager may, by written order, delay or interrupt authorized operations under this contract or, notwithstanding Condition & Requirement 7.3, modify this contract, in whole or in part:

(i) To prevent environmental degradation or resource damage, including, but not limited to, harm to habitat, plants, animals, cultural resources, or cave resources;

(ii) To ensure consistency with land and resource management plans or other documents prepared pursuant to the National Environmental Policy Act of 1969, 42 USC 4321-4347;

(iii) To conduct environmental analysis, including, but not limited to, engaging in consultation pursuant to the Endangered Species Act of 1973, 16 USC 1531, et seq.; or

(iv) Upon agreement of the Forest Service, due to administrative appeal or litigation, regardless of whether the Unit Manager's order is required by a court order or this contract is named in such a proceeding.

(b) In the event of an order delaying or interrupting Purchaser's Operations under this Condition & Requirement, Purchaser's remedy shall be:

(i) a no cost contract extension,

(ii) reimbursement for Out-of-Pocket Expenses,

however, the foregoing remedies shall be available only to the extent that the Unit Manager's order was the sole and exclusive cause of the delay or interruption of Purchaser's operations.

(c) Remedies awarded to the Purchaser shall not be duplicative, and the Unit Manager shall have the right to structure remedies provided herein to avoid duplicative compensation.

(d) Purchaser agrees that this Condition & Requirement, and the remedies provided herein shall apply regardless of any finding by any court that the DNR failed to comply with any statute, regulation and/or policy in connection with awarding, advertising, or authorizing this sale, or a similar sale.

7.5 - Loss

7.5.2 - GNA, liability for loss (7/16)

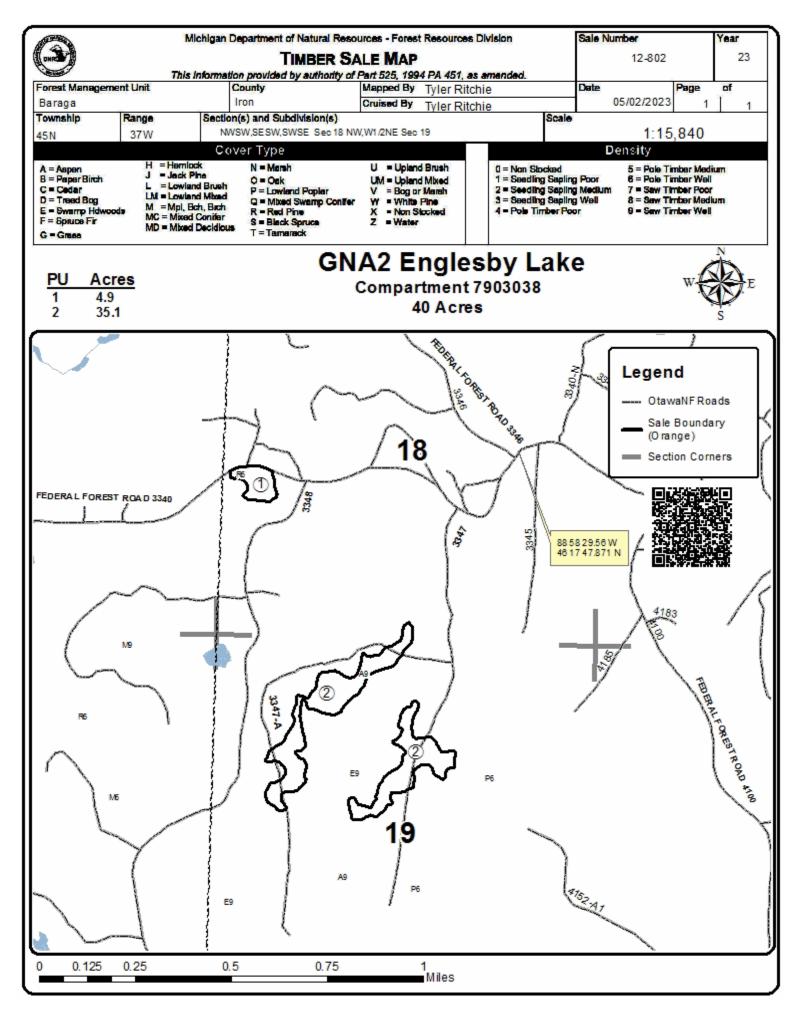
If Included Timber is destroyed or damaged by an unexpected event that changes the nature of Included Timber, such as wind, flood, insects, disease, or similar cause, the Purchaser shall bear the timber value loss resulting from such destruction or damage.

Deterioration or loss of timber value due to delay or interruption under 7.3.4 - GNA, contract suspension and modification, shall be borne by the party holding title. In this event, Included Timber to which USDA Forest Service holds title, Purchaser of the State GNA contract will not be obligated to remove and pay for such timber. This Subsection shall not be construed to relieve either party of liability for negligence.

7.10 - Certified Timber

7.10.1 - Non-certified timber (2/16)

The area encompassed by this timber sale is not certified to the standards of the Forest Stewardship Council (FSC) or the Sustainable Forestry Initiative (SFI). Forest products from this sale may not be delivered to the mill as "FSC and / or SFI certified". The lands within this sale belong to the National Forest system and are being managed by the State as part of a Good Neighbor Authority (GNA) agreement.



TIMBER SALE INFORMATION

GNA2 Red Linx (12-803-23) T43N, R37W, SEC. 6; T43N, R38W, SEC. 1; T43N, R38W, SEC. 12. Iron County (Advertised Price \$23,265.60)

SALE NOTE: Access may be through other public 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. 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*		ADV	ADVERTISED PRICE	
Sawtimber					
Black Cherry	12.2	MBF	\$	48.00 / MBF	
Red Maple	69.7	MBF	\$	56.00 / MBF	
Sugar Maple	26.7	MBF	\$	112.00 / MBF	
Pulpwood					
Balsam Fir	92	Cords	\$	5.35 / Cord	
Mixed Hardwood	804	Cords	\$	7.80 / Cord	
Quaking Aspen	546	Cords	\$	16.00 / Cord	
White Spruce	35	Cords	\$	8.20 / Cord	

* The total volume is statistically estimated within plus (+) or minus (-) 23.22 percent. There are an estimated 1,784 cords on this timber sale, plus or minus 414 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 \$2,000.00 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	29.3%
02	19.8%
03	24.7%
04	26.2%

4. If no cutting takes place, the 10% down payment will not be refunded.

5. Operations on the contract issued will terminate on 06/30/2027.

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 CORI		
TOTAL CUBIC FEET TOTAL CORDS		PERCENT ERROR	MINIMUM	MAXIMUM	
140,929	1,784	23.22%	1,370	2,198	

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
1	63,626	805	20.43%	641	970
2	77,303	979	29.07%	694	1,263
TOTAL:	140,929	1,784		1,335	2,233

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.

VDU	VDU ACRES	PU	PU ACRES
1	77.2	1	46.0
		2	31.2
2	30.9	3	15.0
		4	15.9
TOTAL:	108.1		108.1

DESCRIPTION OF TIMBER BY PAYMENT UNIT (PU)

PU	MARKET GROUP	PRODUCT	QUANTITY	UNIT	ACRES	ADVERTISE PRICE
1	Black Cherry	Sawtimber	7.3	MBF	46.0	\$6,807.00
	Red Maple		33.1	MBF		
	Sugar Maple		13.4	MBF		
	Balsam Fir	Pulpwood	4	Cords		
	Mixed Hardwood		276	Cords		
	Black Cherry		9	Cords		
	Red Maple		144	Cords		
	Sugar Maple		123	Cords		
	Quaking Aspen		58	Cords		
2	Black Cherry	Sawtimber	4.9	MBF	31.2	\$4,613.05
	Red Maple		22.5	MBF		
	Sugar Maple		9.1	MBF		
	Balsam Fir	Pulpwood	3	Cords		
	Mixed Hardwood		187	Cords		
	Black Cherry		6	Cords		
	Red Maple		98	Cords		
	Sugar Maple		83	Cords		
	Quaking Aspen		39	Cords		
3	Red Maple	Sawtimber	6.8	MBF	15.0	\$5,746.35
	Sugar Maple		2.0	MBF		
	Balsam Fir	Pulpwood	41	Cords		
	Mixed Hardwood		166	Cords		
	Black Cherry		16	Cords		
	Red Maple		130	Cords		
	Sugar Maple		20	Cords		
	Quaking Aspen		218	Cords		
	White Spruce		17	Cords		
4	Red Maple	Sawtimber	7.3	MBF	15.9	\$6,099.20
	Sugar Maple		2.2	MBF		
	Balsam Fir	Pulpwood	44	Cords		
	Mixed Hardwood		175	Cords		
	Black Cherry		17	Cords		
	Red Maple		137	Cords		
	Sugar Maple		21	Cords		
	Quaking Aspen		231	Cords		
	White Spruce		18	Cords		
		TOTAL:	108.6	MBF		
		TOTAL:	1,477	Cords		

Sale Specific Conditions & Requirements

Sale Name: GNA2 Red Linx

Sale Number: 12-803-23 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 orange paint. Exterior sale boundary lines against USFS are marked with orange triple slashes. Interior Payment Unit boundaries are marked with orange double slashes. The painted boundary line trees are not Included Timber and are to be protected unless marked with blue paint.

2 - Timber Specifications

2.1 - Included Timber

2.1.2 - Clearcut unit(s) w/o unmerchantable trees (8/11)

Within Payment Unit(s) 3 & 4, cut all trees which meet minimum piece specifications in 2.2 Utilization, except elm, oak, cedar, hemlock, red pine and white pine.

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

Within Payment Unit(s) 1 & 2, all trees are designated for cutting when marked with blue paint above and below stump height, regardless of merchantability. In addition, cut all merchantable spruce, fir and aspen within the Payment Units.

2.2 - Utilization

2.2.12 - GNA, cut and remove Included Timber (3/18)

Unless provided otherwise herein, the DNR agrees to sell and permit Purchaser to cut and remove Included Timber and Purchaser agrees to purchase, cut, and remove Included Timber.

3 - Payments

3.4 - Damaged Timber

3.4.1 - Damaged timber (7/16)

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.

No damage is acceptable to undesignated live merchantable trees. Within the Sale Area, if more than 10% 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

4.1.3 - Slash and earthen piles (8/04)

Piles or windrows of earth along roads and landings that have been widened or constructed shall be leveled. Slash from road maintenance or construction, including stumps, shall be dispersed throughout the sale.

4.1.5 - Culverts (5/14)

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 or plastic gauge. Culverts will be a minimum of 18 inches in diameter and 30 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 on USFS land.

4.1.7 - Road closure (10/11)

Existing roads may need to be closed or bermed to USFS specific road designations. In general, this will require constructing a four (4') foot high berm of stumps and logs covered with earth. 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)

The following road work is required: The Purchaser will gravel all transitions onto FS 3920 used during the timber sale. This work will be done prior to any hauling activity. The gravel used must be from a weed free source. In general, this will require between 5 to 10 yards of gravel per transition and must be done to the satisfaction of the Sale Administrator.

4.1.11 - Permits (2/12)

The DNR will secure any necessary permits that may be required. This is on USFS land only.

4.1.12 - No new roads (1/12)

No new roads will be permitted in any Payment Unit. All operations are limited to existing roads. Skid trails will only be allowed.

4.2 - Maintenance

4.2.1 - Hauling restriction (12/08)

Hauling may be restricted on forest roads by the Unit Manager or his/her representative. The restriction may occur during spring breakup or during wet weather conditions. There is a 3-ton weight limit on all USFS roads during spring break up restrictions. If hauling does occur, a waiver will be needed from the USFS road engineer. Contact Sale Administrator for approval and waiver request.

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 USFS lands.

4.2.4 - Grading (10/16)

For completion of the sale, USFS roads must be graded. In general, this will require a road grader or bulldozer to shape up the roads after forest products have been hauled off site. This includes cleaning of drainage areas, grading, crowning and filling with gravel, if necessary. The grading equipment to be used must be approved by the Unit Manager or his/her representative.

4.4 - Access

4.4.5 - Federal property access (3/11)

Permission for access across federal land has been obtained by the DNR.

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 36 inches in height.

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

5.2.3.1 - Operating restrictions (9/11)

Within Payment Unit(s) 1-4, unless changed by written agreement, cutting, skidding, and hauling are limited to the period of August 1 to September 30, or during frozen winter conditions. This restriction is because of USFS soil and operating restrictions.

5.2.17 - Timber Mats and Interlocking Composite Mats (5/23)

Some roads or skid trails may require extra protection such as that afforded by timber mats, interlocking composite mats, or another approved system. If available, mats may be borrowed from the DNR. A Timber Sale Contract Amendment will be used to document the Purchaser's use of the DNR's mats. Contact the Sale Administrator regarding availability and pick-up. Timber mats are available from various field offices. Composite mats are only available from the Grayling field office and the

Marquette ICC. The Purchaser is responsible for picking up and hauling the mats to and from the site. The composite mats will require DNR staff onsite for installation and removal. Contact the Sale Administrator to schedule at least 30 days before desired install/removal date. All mats must be cleaned prior to drop off. This may include, but is not limited to, power washing and brushing to remove mud and debris. A charge of \$700.00 per timber mat and \$2,000.00 per composite mat will be assessed for all damaged or non-returned mats. Damage for the crane/timber mats is defined as three or more broken cants. Damage for the composite mats is defined as cracked or broken mats.

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.

5.4 - Soil Protection

5.4.1 - Rutting restriction, general (7/16)

Operations are to cease immediately if equipment and weather conditions result in rutting of roads and/or skid trails which are 6 inches or greater in depth and 25 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.

5.4.6 - Wet area protection (5/10)

No harvesting operations, including skidding and felling, are to take place within the vernal pond areas or drainages. When harvesting occurs, there should be no disturbance to the vernal pond depression. All equipment, trees and tops should be kept out of this area. Within 50 feet of the pond, no equipment is allowed. Care must be taken by the Purchaser to identify and avoid operating in these areas of the timber sale.

5.6 - Debris and Waste Material

5.6.2 - GNA, equipment cleaning (1/16)

(a) Areas, known by the DNR prior to timber sale advertisement, that are infested with invasive species of concern are shown on the Timber Sale Map. A current list of invasive species of concern and a map showing the extent of known infestations is available from the DNR. For purposes of this provision, "Off-Road Equipment" includes all logging and construction machinery, except for log trucks, chip vans, service vehicles, water trucks, pickup trucks, cars, and similar vehicles.

(b) Purchaser shall adhere to the following requirements with regard to cleaning "Off-Road Equipment":

(i) Prior to moving Off-Road Equipment onto the Sale Area, Purchaser shall identify the location of the equipment's most recent operation. Purchaser shall not move any Off-Road Equipment that last operated in an area infested with one or more invasive species of concern onto Sale Area without having cleaned such equipment of seeds, soil, vegetative matter, and other debris that could contain or hold seeds, and having notified the DNR, as provided in (iii). If the location of prior operation cannot be identified, then Purchaser shall assume that the location is infested with invasive species of concern.

(ii) Prior to moving Off-Road Equipment from a cutting unit that is shown on the Timber Sale Map to be infested with invasive species of concern to, or through any other area that is shown as being free of invasive species of concern, or infested with a different invasive species, Purchaser shall clean such equipment of seeds, soil, vegetative matter, and other debris that could contain or hold seeds, and shall notify the DNR, as provided in (iii).

(iii) Prior to moving any Off-Road Equipment subject to the cleaning requirements set forth above, Purchaser shall advise DNR of its cleaning measures and make the equipment available for inspection. DNR shall have 2 days, excluding weekends and State holidays, to inspect equipment after it has been made available. After satisfactory inspection or after such 2 day period, Purchaser may move the equipment as planned. Equipment shall be considered clean when a visual inspection does not disclose seeds, soil, vegetative matter, and other debris that could contain or hold seeds. Purchaser shall not be required to disassemble equipment unless so directed by the DNR after inspection.

(iv) If Purchaser desires to clean Off-Road Equipment on National Forest land, such as at the end of a project or prior to moving to, or through an area that is free of invasive species of concern, Purchaser shall obtain prior approval from the Unit Manager or his/her representative as to the location for such cleaning and measures, if any, for controlling impacts.

(v) Unit Manager or his/her representative may order delay, interruption, or modification of this Contract pursuant to Condition & Requirement 7.3 or 7.3.4.

(c) Nothing contained in this Condition & Requirement shall be interpreted as creating any warranty on the part of the DNR that all locations of invasive species of concern have been described herein, elsewhere in this Contract, or designated on the ground. Following sale advertisement, additional locations may be described or designated, and other species may be added to the list of invasive species of concern. In such event, the Unit Manager or his/her representative may order delay, interruption, or modification of this Contract pursuant to Condition & Requirement 7.3 or 7.3.4.

(d) The parties shall promptly communicate with one another with respect to description or designation of additional locations; discovery of locations of new species or new infestation; and, addition of species to the list of invasive species of concern.

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 FS Road 3920 & 3926 prior to beginning operations. The road must be posted approximately 350 feet 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.

7 - Other Conditions

SKIP

7.1.1 - GNA, title (7/16)

General Condition & Requirement 7.1 is inapplicable. The following applies to this contract.

All right, title, and interest in and to any Included Timber shall remain in USDA Forest Service with the State of Michigan acting on behalf of the USDA Forest Service under this GNA contract, until it has been Measured, removed from Sale Area or other authorized cutting area, and paid for, at which time title shall vest in Purchaser. Title to any Included Timber that has been Measured and paid for, but not removed from Sale Area or other authorized cutting area by Purchaser on or prior to Termination Date, shall remain in USDA Forest Service.

7.3 - Contract Modifications

7.3.4 - GNA, contract suspension and modification (5/16)

(a) The Unit Manager may, by written order, delay or interrupt authorized operations under this contract or, notwithstanding Condition & Requirement 7.3, modify this contract, in whole or in part:

(i) To prevent environmental degradation or resource damage, including, but not limited to, harm to habitat, plants, animals, cultural resources, or cave resources;

(ii) To ensure consistency with land and resource management plans or other documents prepared pursuant to the National Environmental Policy Act of 1969, 42 USC 4321-4347;

(iii) To conduct environmental analysis, including, but not limited to, engaging in consultation pursuant to the Endangered Species Act of 1973, 16 USC 1531, et seq.; or

(iv) Upon agreement of the Forest Service, due to administrative appeal or litigation, regardless of whether the Unit Manager's order is required by a court order or this contract is named in such a proceeding.

(b) In the event of an order delaying or interrupting Purchaser's Operations under this Condition & Requirement, Purchaser's remedy shall be:

(i) a no cost contract extension,

(ii) reimbursement for Out-of-Pocket Expenses,

however, the foregoing remedies shall be available only to the extent that the Unit Manager's order was the sole and exclusive cause of the delay or interruption of Purchaser's operations.

(c) Remedies awarded to the Purchaser shall not be duplicative, and the Unit Manager shall have the right to structure remedies provided herein to avoid duplicative compensation.

(d) Purchaser agrees that this Condition & Requirement, and the remedies provided herein shall apply regardless of any finding by any court that the DNR failed to comply with any statute, regulation and/or policy in connection with awarding, advertising, or authorizing this sale, or a similar sale.

7.5 - Loss

7.5.2 - GNA, liability for loss (7/16)

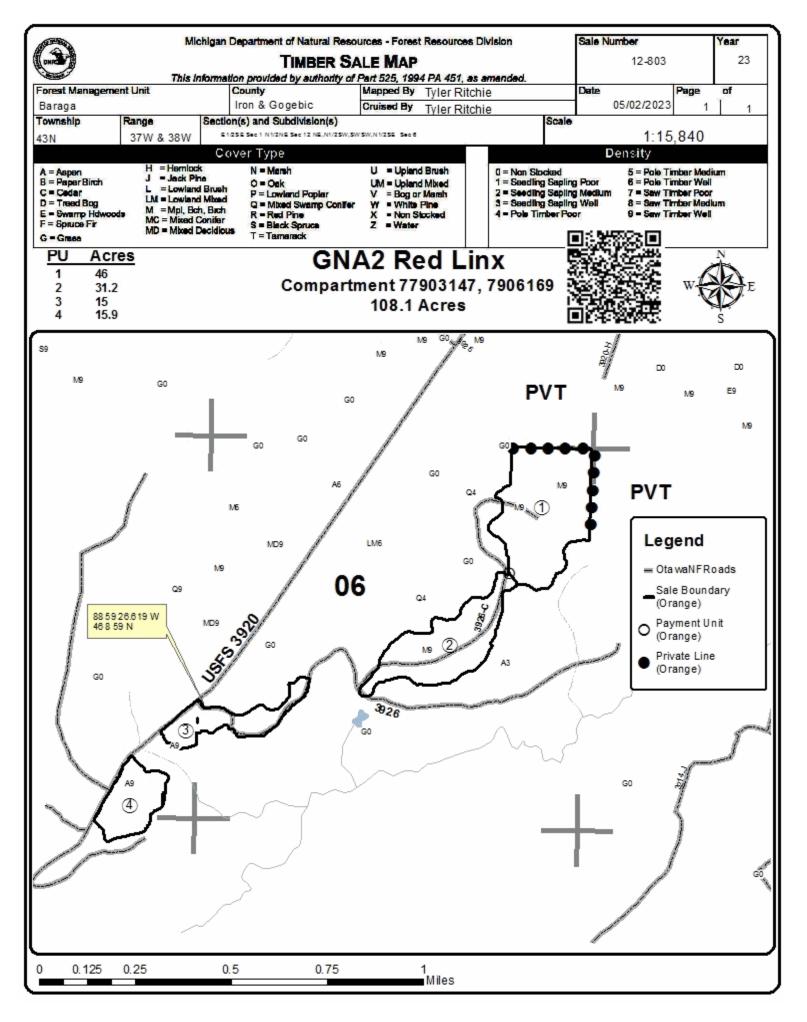
If Included Timber is destroyed or damaged by an unexpected event that changes the nature of Included Timber, such as wind, flood, insects, disease, or similar cause, the Purchaser shall bear the timber value loss resulting from such destruction or damage.

Deterioration or loss of timber value due to delay or interruption under 7.3.4 - GNA, contract suspension and modification, shall be borne by the party holding title. In this event, Included Timber to which USDA Forest Service holds title, Purchaser of the State GNA contract will not be obligated to remove and pay for such timber. This Subsection shall not be construed to relieve either party of liability for negligence.

7.10 - Certified Timber

7.10.1 - Non-certified timber (2/16)

The area encompassed by this timber sale is not certified to the standards of the Forest Stewardship Council (FSC) or the Sustainable Forestry Initiative (SFI). Forest products from this sale may not be delivered to the mill as "FSC and / or SFI certified". The lands within this sale belong to the National Forest system and are being managed by the State as part of a Good Neighbor Authority (GNA) agreement.



TIMBER SALE INFORMATION

GNA2 North Behlow (12-804-23)

T46N, R39W, SEC. 2; T46N, R39W, SEC. 3; T47N, R39W, SEC. 34; T47N, R39W, SEC. 35. Ontonagon County (Advertised Price \$78,953.90)

SALE NOTE: Access may be through other public 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. 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*		ADVE	ERTISED PRICE
Sawtimber				
Basswood	50.3	MBF	\$	78.00 / MBF
Black Cherry	2.4	MBF	\$	48.00 / MBF
Paper Birch	4.0	MBF	\$	56.00 / MBF
Red Maple	44.1	MBF	\$	56.00 / MBF
Sugar Maple	128.1	MBF	\$	112.00 / MBF
Pulpwood				
Balsam Fir	58	Cords	\$	5.35 / Cord
Basswood	135	Cords	\$	4.40 / Cord
Mixed Aspen	325	Cords	\$	16.00 / Cord
Mixed Hardwood	1,723	Cords	\$	7.80 / Cord
Mixed Spruce	8	Cords	\$	8.20 / Cord
Paper Birch	8	Cords	\$	2.50 / Cord
Red Pine	1,884	Cords	\$	20.30 / Cord

* The total volume is statistically estimated within plus (+) or minus (-) 11.25 percent. There are an estimated 4,958 cords on this timber sale, plus or minus 558 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 \$7,500.00 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	18.8%
02	5.4%
03	7.4%
04	3.6%
05	29.7%
06	7.2%
07	14.0%
08	13.9%

4. If no cutting takes place, the 10% down payment will not be refunded.

5. Operations on the contract issued will terminate on 06/30/2027.

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		VOLUME			
TOTAL CUBIC FEET	TOTAL CORDS PERCENT I		MINIMUM MAXIMUM		
391,715	4,958	11.25%	4,400	5,516	

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 II	N CORDS
VDU	TOTAL CUBIC FEET	TOTAL CORDS	PERCENT ERROR	MINIMUM	MAXIMUM
1	85,382	1,081	17.26%	894	1,267
2	148,991	1,886	18.27%	1,541	2,230
3	143,754	1,820	14.95%	1,548	2,092
4	13,588	172	91.09%	15	329
TOTAL:	391,715	4,958		3,999	5,918

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.

VDU	VDU ACRES	PU	PU ACRES
1	62.1	1	28.1
		8	34.0
2	75.0	1	17.2
		2	2.9
		3	4.6
		5	20.4
		7	24.4
		8	5.5
3	139.7	2	15.3
		3	19.9
		5	74.6
		6	29.9
4	5.4	4	5.4
TOTAL:	282.2		282.2

DESCRIPTION OF TIMBER BY PAYMENT UNIT (PU)

PU	MARKET GROUP	PRODUCT	QUANTITY	UNIT	ACRES	ADVERTISE PRICE
1	Basswood	Sawtimber	2.8	MBF	45.3	\$14,813.35
	Paper Birch		1.2	MBF		
	Red Maple		3.9	MBF		
	Sugar Maple		13.6	MBF		
	Balsam Fir	Pulpwood	15	Cords		
	Basswood		5	Cords		
	Mixed Aspen		75	Cords		
	Quaking Aspen		75	Cords		
	Mixed Hardwood		280	Cords		
	American Elm		4	Cords		
	Black Cherry		1	Cords		
	Red Maple		84	Cords		
	Sugar Maple		190	Cords		
	White Ash		1	Cords		
	Paper Birch		1	Cords		
	Red Pine		458	Cords		
	Red Pine	Sawtimber	143.4	MBF		
	Red Pine	Pulpwood	171	Cords		
2	Basswood	Sawtimber	4.8	MBF	18.2	\$4,242.75
	Black Cherry		0.3	MBF		
	Paper Birch		0.2	MBF		
	Red Maple		3.6	MBF		
	Sugar Maple		9.6	MBF		
	Balsam Fir	Pulpwood	3	Cords		
	Basswood		14	Cords		
	Mixed Aspen		17	Cords		
	B. T. Aspen		4	Cords		
	Quaking Aspen		13	Cords		
	Mixed Hardwood		111	Cords		
	Red Maple		36	Cords		
	Sugar Maple		74	Cords		
	Yellow Birch		1	Cords		
	Mixed Spruce		1	Cords		
	White Spruce	Sawtimber	0.4	MBF		
	Paper Birch	Pulpwood	1	Cords		
	Red Pine		66	Cords		
	Red Pine	Sawtimber	20.1	MBF		
	Red Pine	Pulpwood	26	Cords		
3	Basswood	Sawtimber	6.3	MBF	24.5	\$5,881.40
	Black Cherry		0.3	MBF		
	Paper Birch		0.2	MBF		
	Red Maple		4.7	MBF		
	Sugar Maple		12.5	MBF		
	Balsam Fir	Pulpwood	4	Cords		
	Basswood		18	Cords		
	Mixed Aspen		23	Cords		
	B. T. Aspen		5	Cords		
	Quaking Aspen		18	Cords		
	Mixed Hardwood		145	Cords		
	Red Maple		47	Cords		
	Sugar Maple		96	Cords		
	Yellow Birch		2	Cords		
	Mixed Spruce		1	Cords		
	White Spruce	Sawtimber	0.5	MBF		
	1		1	Cords	1	
	Paper Birch Red Pine	Pulpwood	103	Cords		

DESCRIPTION OF TIMBER BY PAYMENT UNIT (PU), CON'T

PU	MARKET GROUP	PRODUCT	QUANTITY	UNIT	ACRES	ADVERTISE PRICE
3 con't	Red Pine	Sawtimber	31.5	MBF		
	Red Pine	Pulpwood	40	Cords		
4	Red Maple	Sawtimber	2.1	MBF	5.4	\$2,861.8
	Sugar Maple		10.3	MBF		
	Mixed Hardwood	Pulpwood	79	Cords		
	Red Maple		54	Cords		
	Sugar Maple		25	Cords		
	Red Pine	O su timb su	48	Cords		
	Red Pine Red Pine	Sawtimber Pulpwood	17.8 12	MBF Cords		
5	Basswood	Sawtimber	23.6	MBF	95.0	\$23,422.5
U	Black Cherry	Cawamber	1.3	MBF	00.0	φ20,-τ22.0
	Paper Birch		0.7	MBF		
	Red Maple		17.9	MBF		
	Sugar Maple		46.8	MBF		
	Balsam Fir	Pulpwood	13	Cords		
	Basswood		65	Cords		
	Mixed Aspen		84	Cords		
	B. T. Aspen		16	Cords		
	Quaking Aspen		68	Cords		
	Mixed Hardwood		548	Cords		
	Black Cherry		2	Cords		
	Red Maple		178	Cords		
	Sugar Maple		361	Cords		
	White Ash		1	Cords		
	Yellow Birch		6	Cords		
	Mixed Spruce		5	Cords		
	White Spruce	Sawtimber	1.9	MBF		
	White Spruce	Pulpwood	1	Cords		
	Paper Birch		2	Cords		
	Red Pine <i>Red Pine</i>	Sawtimber	454 138.4	Cords <i>MBF</i>		
	Red Pine	Pulpwood	130.4	Cords		
6	Basswood	Sawtimber	9.5	MBF	29.9	\$5,694.1
·	Black Cherry		0.5	MBF	_0.0	<i>vo</i> , <i>ooii</i>
	Paper Birch		0.3	MBF		
	Red Maple		7.1	MBF		
	Sugar Maple		18.6	MBF		
	Balsam Fir	Pulpwood	5	Cords		
	Basswood		27	Cords		
	Mixed Aspen		29	Cords		
	B. T. Aspen		7	Cords		
	Quaking Aspen		22	Cords		
	Mixed Hardwood		214	Cords		
	Black Cherry		1	Cords		
	Red Maple		67	Cords		
	Sugar Maple		144	Cords		
	Yellow Birch		2	Cords		
	Mixed Spruce		1	Cords		
	White Spruce	Sawtimber	0.7	MBF		
	Paper Birch	Pulpwood	1	Cords		
	Red Pine	Genetischen	7	Cords		
	Red Pine Red Pine	Sawtimber Bulpwood	2.7 2	MBF		
7		Pulpwood		Cords	04.4	
7	Sugar Maple	Sawtimber Bulpwood	0.6	MBF	24.4	\$11,076.8
	Balsam Fir	Pulpwood	1	Cords		

DESCRIPTION OF TIMBER BY PAYMENT UNIT (PU), CON'T

PU	MARKET GROUP	PRODUCT	QUANTITY	UNIT	ACRES	ADVERTISE PRICE
7 con't	Mixed Aspen	Pulpwood	17	Cords		
	Quaking Aspen		17	Cords		
	Mixed Hardwood		20	Cords		
	Red Maple		15	Cords		
	Sugar Maple		4	Cords		
	White Ash		1	Cords		
	Red Pine		521	Cords		
	Red Pine	Sawtimber	157.5	MBF		
	Red Pine	Pulpwood	206	Cords		
8	Basswood	Sawtimber	3.3	MBF	39.5	\$10,961.05
	Paper Birch		1.4	MBF		
	Red Maple		4.8	MBF		
	Sugar Maple		16.1	MBF		
	Balsam Fir	Pulpwood	17	Cords		
	Basswood		6	Cords		
	Mixed Aspen		80	Cords		
	Quaking Aspen		80	Cords		
	Mixed Hardwood		326	Cords		
	American Elm		5	Cords		
	Black Cherry		1	Cords		
	Red Maple		93	Cords		
	Sugar Maple		227	Cords		
	Paper Birch		2	Cords		
	Red Pine		227	Cords		
	Red Pine	Sawtimber	74.7	MBF		
	Red Pine	Pulpwood	78	Cords		
		TOTAL:	228.9	MBF		
		TOTAL:	4,141	Cords		

Sale Specific Conditions & Requirements

Sale Name: GNA2 North Behlow

Sale Number: 12-804-23 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 orange paint. Exterior sale boundary lines against USFS are marked with orange triple slashes. Interior Payment Unit boundaries are marked with orange double slashes. The painted boundary line trees are not Included Timber and are to be protected unless marked with blue paint.

2 - Timber Specifications

2.1 - Included Timber

2.1.2 - Clearcut unit(s) w/o unmerchantable trees (8/11)

Within Payment Unit(s) 4, cut all trees which meet minimum piece specifications in 2.2 Utilization, except elm, oak, cedar, red pine and white pine.

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

Within Payment Unit(s) 1-3 & 5-8, all trees are designated for cutting when marked with blue paint above and below stump height, regardless of merchantability.

2.2 - Utilization

2.2.12 - GNA, cut and remove Included Timber (3/18)

Unless provided otherwise herein, the DNR agrees to sell and permit Purchaser to cut and remove Included Timber and Purchaser agrees to purchase, cut, and remove Included Timber.

3 - Payments

3.4 - Damaged Timber

3.4.1 - Damaged timber (7/16)

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.

No damage is acceptable to undesignated live merchantable trees. Within the Sale Area, if more than 10% 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

4.1.3 - Slash and earthen piles (8/04)

Piles or windrows of earth along roads and landings that have been widened or constructed shall be leveled. Slash from road maintenance or construction, including stumps, shall be dispersed throughout the sale.

4.1.5 - Culverts (5/14)

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 or plastic gauge. Culverts will be a minimum of 18 inches in diameter and 30 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 on USFS land.

4.1.7 - Road closure (10/11)

Existing roads may need to be closed or bermed to USFS specific road designations. In general, this will require constructing a four (4') foot high berm of stumps and logs covered with earth. 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)

The following road work is required: The Purchaser will gravel all transitions onto US 45 & Swanson Rd used during the timber sale. This work will be done prior to any hauling activity. The gravel used must be from a weed free source. In general, this will require between 5 to 10 yards of gravel per transition and must be done to the satisfaction of the Sale Administrator.

4.1.11 - Permits (2/12)

The DNR will secure any necessary permits that may be required. This is for USFS land only.

4.1.12 - No new roads (1/12)

No new roads will be permitted in any Payment Unit. All operations are limited to existing roads. Skid trails will only be allowed.

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 USFS lands.

4.2.4 - Grading (10/16)

For completion of the sale, USFS roads must be graded. In general, this will require a road grader or bulldozer to shape up the roads after forest products have been hauled off site. This includes cleaning of drainage areas, grading, crowning and filling with gravel, if necessary. The grading equipment to be used must be approved by the Unit Manager or his/her representative.

4.3 - Public Right-of-Way

4.3.1 - MDOT R-O-W (11/14)

The Michigan Department of Transportation (MDOT) must be contacted prior to harvesting timber within the MDOT right-of-way. This is for Payment Unit 8 along US 45.

4.3.2 - County R-O-W (12/06)

The county must be contacted prior to crossing or harvesting in the county road R-O-W. This applies to Payment Unit 1 and Swanson Road.

4.4 - Access

4.4.5 - Federal property access (3/11) Permission for access across federal land has been obtained by the DNR.

5 - Operations

5.2 - Conduct of Operations

5.2.1 - Slash

5.2.1.2 - Slash Removal

5.2.1.2.1 - Slash removal, right-of-way (9/16)All slash must be removed at least 25 feet from the cleared right-of-way of US 45.

5.2.1.8 - Slash height (12/08)

No slash or tree tops may exceed 36 inches in height.

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

5.2.3.1 - Operating restrictions (9/11)

Within Payment Unit(s) 2, 5, & 6, unless changed by written agreement, cutting, skidding, and hauling are permitted year round, except when load limits are in place on county roads.

Within Payment Units(s) 1, 3, 7, & 8, unless changed by written agreement, cutting, skidding, and hauling are limited to the period of July 1 to September 30, or during frozen winter conditions.

Within Payment Units(s) 4, unless changed by written agreement, cutting, skidding, and hauling are limited to the period of August 1 to September 30, or during frozen winter conditions. This restriction is because of USFS soil and operating restrictions.

5.2.17 - Timber Mats and Interlocking Composite Mats (5/23)

Some roads or skid trails may require extra protection such as that afforded by timber mats, interlocking composite mats, or another approved system. If available, mats may be borrowed from the DNR. A Timber Sale Contract Amendment will be used to document the Purchaser's use of the DNR's mats. Contact the Sale Administrator regarding availability and pick-up. Timber mats are available from various field offices. Composite mats are only available from the Grayling field office and the Marquette ICC. The Purchaser is responsible for picking up and hauling the mats to and from the site. The composite mats will require DNR staff onsite for installation and removal. Contact the Sale Administrator to schedule at least 30 days before desired install/removal date. All mats must be cleaned prior to drop off. This may include, but is not limited to, power washing and brushing to remove mud and debris. A charge of \$700.00 per timber mat and \$2,000.00 per composite mat will be assessed for all damaged or non-returned mats. Damage for the crane/timber mats is defined as three or more broken cants. Damage for the composite mats is defined as cracked or broken mats.

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.

5.4 - Soil Protection

5.4.1 - Rutting restriction, general (7/16)

Operations are to cease immediately if equipment and weather conditions result in rutting of roads and/or skid trails which are 6 inches or greater in depth and 25 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.

5.4.6 - Wet area protection (5/10)

No harvesting operations, including skidding and felling, are to take place within the vernal pond areas or drainages. When harvesting occurs, there should be no disturbance to the vernal pond depression. All equipment, trees and tops should be kept out of this area. Within 50 feet of the pond, no equipment is allowed. Care must be taken by the Purchaser to identify and avoid operating in these areas of the timber sale.

5.6 - Debris and Waste Material

5.6.2 - GNA, equipment cleaning (1/16)

(a) Areas, known by the DNR prior to timber sale advertisement, that are infested with invasive species of concern are shown on the Timber Sale Map. A current list of invasive species of concern and a map showing the extent of known infestations is available from the DNR. For purposes of this provision, "Off-Road Equipment" includes all logging and construction machinery, except for log trucks, chip vans, service vehicles, water trucks, pickup trucks, cars, and similar vehicles.

(b) Purchaser shall adhere to the following requirements with regard to cleaning "Off-Road Equipment":

(i) Prior to moving Off-Road Equipment onto the Sale Area, Purchaser shall identify the location of the equipment's most recent operation. Purchaser shall not move any Off-Road Equipment that last operated in an area infested with one or more invasive species of concern onto Sale Area without having cleaned such equipment of seeds, soil, vegetative matter, and other debris that could contain or hold seeds, and having notified the DNR, as provided in (iii). If the location of prior operation

cannot be identified, then Purchaser shall assume that the location is infested with invasive species of concern.

(ii) Prior to moving Off-Road Equipment from a cutting unit that is shown on the Timber Sale Map to be infested with invasive species of concern to, or through any other area that is shown as being free of invasive species of concern, or infested with a different invasive species, Purchaser shall clean such equipment of seeds, soil, vegetative matter, and other debris that could contain or hold seeds, and shall notify the DNR, as provided in (iii).

(iii) Prior to moving any Off-Road Equipment subject to the cleaning requirements set forth above, Purchaser shall advise DNR of its cleaning measures and make the equipment available for inspection. DNR shall have 2 days, excluding weekends and State holidays, to inspect equipment after it has been made available. After satisfactory inspection or after such 2 day period, Purchaser may move the equipment as planned. Equipment shall be considered clean when a visual inspection does not disclose seeds, soil, vegetative matter, and other debris that could contain or hold seeds. Purchaser shall not be required to disassemble equipment unless so directed by the DNR after inspection.

(iv) If Purchaser desires to clean Off-Road Equipment on National Forest land, such as at the end of a project or prior to moving to, or through an area that is free of invasive species of concern, Purchaser shall obtain prior approval from the Unit Manager or his/her representative as to the location for such cleaning and measures, if any, for controlling impacts.

(v) Unit Manager or his/her representative may order delay, interruption, or modification of this Contract pursuant to Condition & Requirement 7.3 or 7.3.4.

(c) Nothing contained in this Condition & Requirement shall be interpreted as creating any warranty on the part of the DNR that all locations of invasive species of concern have been described herein, elsewhere in this Contract, or designated on the ground. Following sale advertisement, additional locations may be described or designated, and other species may be added to the list of invasive species of concern. In such event, the Unit Manager or his/her representative may order delay, interruption, or modification of this Contract pursuant to Condition & Requirement 7.3 or 7.3.4.

(d) The parties shall promptly communicate with one another with respect to description or designation of additional locations; discovery of locations of new species or new infestation; and, addition of species to the list of invasive species of concern.

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 US 45, Swanson Rd & USFS 5306. prior to beginning operations. The road must be posted approximately 350 feet 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.

7 - Other Conditions

SKIP

7.1.1 - GNA, title (7/16)

General Condition & Requirement 7.1 is inapplicable. The following applies to this contract.

All right, title, and interest in and to any Included Timber shall remain in USDA Forest Service with the State of Michigan acting on behalf of the USDA Forest Service under this GNA contract, until it has been Measured, removed from Sale Area or other authorized cutting area, and paid for, at which time title shall vest in Purchaser. Title to any Included Timber that has been Measured and paid for, but not removed from Sale Area or other authorized cutting area by Purchaser on or prior to

Termination Date, shall remain in USDA Forest Service.

7.3 - Contract Modifications

7.3.4 - GNA, contract suspension and modification (5/16)

(a) The Unit Manager may, by written order, delay or interrupt authorized operations under this contract or, notwithstanding Condition & Requirement 7.3, modify this contract, in whole or in part:

(i) To prevent environmental degradation or resource damage, including, but not limited to, harm to habitat, plants, animals, cultural resources, or cave resources;

(ii) To ensure consistency with land and resource management plans or other documents prepared pursuant to the National Environmental Policy Act of 1969, 42 USC 4321-4347;

(iii) To conduct environmental analysis, including, but not limited to, engaging in consultation pursuant to the Endangered Species Act of 1973, 16 USC 1531, et seq.; or

(iv) Upon agreement of the Forest Service, due to administrative appeal or litigation, regardless of whether the Unit Manager's order is required by a court order or this contract is named in such a proceeding.

(b) In the event of an order delaying or interrupting Purchaser's Operations under this Condition & Requirement, Purchaser's remedy shall be:

(i) a no cost contract extension,

(ii) reimbursement for Out-of-Pocket Expenses,

however, the foregoing remedies shall be available only to the extent that the Unit Manager's order was the sole and exclusive cause of the delay or interruption of Purchaser's operations.

(c) Remedies awarded to the Purchaser shall not be duplicative, and the Unit Manager shall have the right to structure remedies provided herein to avoid duplicative compensation.

(d) Purchaser agrees that this Condition & Requirement, and the remedies provided herein shall apply regardless of any finding by any court that the DNR failed to comply with any statute, regulation and/or policy in connection with awarding, advertising, or authorizing this sale, or a similar sale.

7.5 - Loss

7.5.2 - GNA, liability for loss (7/16)

If Included Timber is destroyed or damaged by an unexpected event that changes the nature of Included Timber, such as wind, flood, insects, disease, or similar cause, the Purchaser shall bear the timber value loss resulting from such destruction or damage.

Deterioration or loss of timber value due to delay or interruption under 7.3.4 - GNA, contract suspension and modification, shall be borne by the party holding title. In this event, Included Timber to which USDA Forest Service holds title, Purchaser of the State GNA contract will not be obligated to remove and pay for such timber. This Subsection shall not be construed to relieve either party of liability for negligence.

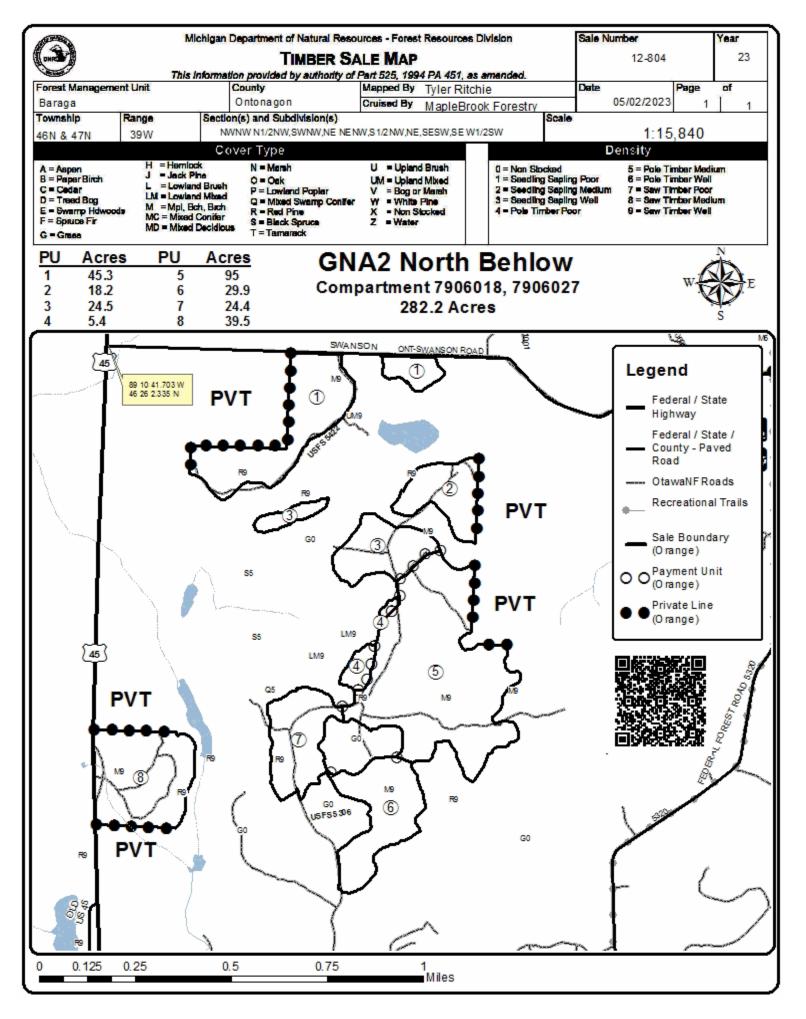
7.10 - Certified Timber

7.10.1 - Non-certified timber (2/16)

The area encompassed by this timber sale is not certified to the standards of the Forest Stewardship Council (FSC) or the Sustainable Forestry Initiative (SFI). Forest products from this sale may not be delivered to the mill as "FSC and / or SFI certified". The lands within this sale belong to the National Forest system and are being managed by the State as part of a Good Neighbor Authority (GNA) agreement.

Section Name: Sale Specific

Current as of 8/28/2023 8:41:26PM



TIMBER SALE / SEALED BID STATE OF MICHIGAN / DNR

BID FORM

GNA2 Broken Bridge (12-800-23)

T44N, R36W, SEC. 18; T44N, R37W, SEC. 11; T44N, R37W, SEC. 12; T44N,

In response to the notice of sale to be held 9:00 a.m. (local time) on September 28, 2023, 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 Sawtimber	<u>ESTIMATED</u>	VOLUME*	<u>AD</u>	VERTISED PRICE	BID PRICE/UNIT
Basswood	330.5	MBF	\$	68.00/MBF	\$
Red Maple	243.9	MBF	\$	48.00/MBF	\$
Sugar Maple	693.0	MBF	\$	98.00/MBF	\$
White Ash	26.0	MBF	\$	35.00/MBF	\$
Yellow Birch	13.2	MBF	\$	49.00/MBF	\$
Pulpwood					
Balsam Fir	22	Cords	\$	4.65/Cord	\$
Basswood	171	Cords	\$	3.85/Cord	\$
Mixed Hardwood	3,200	Cords	\$	6.80/Cord	\$
Quaking Aspen	3	Cords	\$	13.95/Cord	\$
Red Pine	486	Cords	\$	17.70/Cord	\$

*The volumes are statistically estimated within plus (+) or minus (-) 8.40 percent at 95% confidence level. These estimated volumes 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 SEC	JRITY 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 or company representative's signature: ______ Date: _____

Phone number :_____ Email (optional):_____

TOF NATURAL ARESOUR	Michigan Department of Natura Forest Resources Divis			FOR DEPARTMENT USE ONLY Sale Number (XX – XXX – XX – XX)
auto - Michigan - 50	TIMBER SAL	E	ľ	
	VERIFICATION OF WORKER	R'S DISABILITY		Forest Management Unit:
	COMPENSATION ACT C			orest Management Onit.
	As required by Act 317, P.A. 1969 (Worke	-		
VEDIEIC	Part 5 of Act 451 of 1994, as	amended.		
sale	contract.		-	act award and prior to the issuance of the timber
	Idition, if boxes 2B or 2C are checke ity-one (21) days of the contract awar			Certificate of Insurance must be submitted within timber sale contract.
All Ir	nformation must be typed or printed e	except for written sig	gnatures.	
Please (Check Appropriate Categories:			
-	pusiness is organized as (you must	check <u>one</u> of the b	oxes below):	
	Sole Proprietorship (individual)			
	Partnership			
C. L	Corporation			
2. You	must check one of the boxes below	r:		
A. 🗆	I certify my business is a sole proprieto Worker's Compensation Laws.	orship and it has no e	mployees but t	he sole proprietor. I am not subject to the
	Exclusion (BWC-337, Rev. 5/96). I will questions or a copy of the BWC-337, J	I provide a copy of the please call the Worke	e Notice of Exc er's Compensat	ation Act through the use of an approved Notice of clusion within 21 days of the contract award. (For ion Bureau at 517-322-1195). n original Certificate of Insurance within twenty-
				of both full-time and part-time employees, other I must enter "0").
	Full-time Err	iployees		Part-time Employees
Name of Bu	usiness		Federal ID (or) S	ocial Security No.
Address			Telephone	
			()	
City		State	ZIP	
in factors	certify that the above information is a affecting my coverage during any o			y the Michigan DNR of any changes that occur ns.
2.9/14/0				
Title			Date	

BID FORM

GNA2 North Behlow (12-804-23)

T46N, R39W, SEC. 2; T46N, R39W, SEC. 3; T47N, R39W, SEC. 34; T47N, R39W,

In response to the notice of sale to be held 9:00 a.m. (local time) on September 28, 2023, 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.

<u>ESTIMATED</u>	VOLUME*	<u>AD</u>	VERTISED PRICE	BID PRICE/UNIT
50.3	MBF	\$	78.00/MBF	\$
2.4	MBF	\$	48.00/MBF	\$
4.0	MBF	\$	56.00/MBF	\$
44.1	MBF	\$	56.00/MBF	\$
128.1	MBF	\$	112.00/MBF	\$
58	Cords	\$	5.35/Cord	\$
135	Cords	\$	4.40/Cord	\$
325	Cords	\$	16.00/Cord	\$
1,723	Cords	\$	7.80/Cord	\$
8	Cords	\$	8.20/Cord	\$
8	Cords	\$	2.50/Cord	\$
1,884	Cords	\$	20.30/Cord	\$
	50.3 2.4 4.0 44.1 128.1 58 135 325 1,723 8 8	2.4 MBF 4.0 MBF 44.1 MBF 128.1 MBF 58 Cords 135 Cords 325 Cords 1,723 Cords 8 Cords 8 Cords 8 Cords	50.3 MBF \$ 2.4 MBF \$ 4.0 MBF \$ 44.1 MBF \$ 128.1 MBF \$ 58 Cords \$ 135 Cords \$ 325 Cords \$ 1,723 Cords \$ 8 Cords \$ 8 Cords \$ 8 Cords \$	50.3 MBF \$ 78.00/MBF 2.4 MBF \$ 48.00/MBF 4.0 MBF \$ 56.00/MBF 44.1 MBF \$ 56.00/MBF 128.1 MBF \$ 112.00/MBF 58 Cords \$ 5.35/Cord 135 Cords \$ 4.40/Cord 325 Cords \$ 16.00/Cord 1,723 Cords \$ 7.80/Cord 8 Cords \$ 8.20/Cord 8 Cords \$ 2.50/Cord

*The volumes are statistically estimated within plus (+) or minus (-) 11.25 percent at 95% confidence level. These estimated volumes 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	URITY NUMBER:	<u> </u>
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 or company representative's signature:

Phone number :

_____ Email (optional):____

Date:

DNR	Michigan Department of Natural Resources Forest Resources Division	FOR DEPARTMENT USE ONLY Sale Number (XX – XXX – XX – XX)			
auto . MICHIGA	TIMBER SALE				
	VERIFICATION OF WORKER'S DISABILI	TY Forest Management Unit:			
	COMPENSATION ACT COMPLIANCE				
	As required by Act 317, P.A. 1969 (Worker's Compensation)	and			
VEDI	Part 5 of Act 451 of 1994, as amended.				
	ERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE				
s	This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber sale contract.				
	n addition, if boxes 2B or 2C are checked, then Notice of wenty-one (21) days of the contract award and prior to the	of Exclusion or Certificate of Insurance must be submitted within e issuance of the timber sale contract.			
• A	Il Information must be typed or printed except for writter	n signatures.			
Pleas	e Check Appropriate Categories:				
	ly business is organized as (you must check <u>one</u> of the	e boxes below):			
	. 🔲 Sole Proprietorship (individual)				
	. 🔲 Partnership				
	Corporation				
2. Y	ou must check <u>one</u> of the boxes below:				
A	 I certify my business is a sole proprietorship and it has r Worker's Compensation Laws. 	o employees but the sole proprietor. I am not subject to the			
	 B. I certify my business has satisfied its o bligation 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 my business has a Worker's Compensation Policy. I will provide an original Certificate of Insurance within twenty-one (21) days of the contract award. 				
	Full-time Employees	Part-time Employees			
Name	of Business	Federal ID (or) Social Security No.			
Addres	S	Telephone			
City	State	ZIP			
I hereby certify that the above information is true and correct. I agree to notify the Michigan DNR of any changes that occur in factors affecting my coverage during any of my present and future operations.					
July					
Title	· · · · · · · · · · · · · · · · · · ·	Date			

TIMBER SALE / SEALED BID STATE OF MICHIGAN / DNR

BID FORM

<u>GNA2 Englesby Lake (12-802-23)</u> T45N, R37W, SEC. 18; T45N, R37W, SEC. 19; Iron COUNTY

In response to the notice of sale to be held 9:00 a.m. (local time) on September 28, 2023, 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 Sawtimber	<u>ESTIMATED</u>	VOLUME*	<u>AD</u>	VERTISED PRICE	BID PRICE/UNIT
Red Maple	20.9	MBF	\$	56.00/MBF	\$
Pulpwood					
Balsam Fir	19	Cords	\$	5.35/Cord	\$
Mixed Hardwood	171	Cords	\$	7.80/Cord	\$
Quaking Aspen	949	Cords	\$	16.00/Cord	\$
Red Pine	66	Cords	\$	20.30/Cord	\$
White Spruce	16	Cords	\$	8.20/Cord	\$

*The volumes are statistically estimated within plus (+) or minus (-) 23.00 percent at 95% confidence level. These estimated volumes 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 SECURITY NU	JMBER:	
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 or company representative's signature:

Phone number :

Email (optional):_____

_____ Date:_____

NTOF NATURAL ACTION	Michigan Department of Natur Forest Resources Div			FOR DEPARTMENT USE ONLY Sale Number (XX – XXX – XX – XX)		
add Michigan - 67	TIMBER SAL	.E				
	VERIFICATION OF WORKE	R'S DISABII IT	Y	Forest Management Unit:		
				Forest Management Onit.		
		-	- d			
	As required by Act 317, P.A. 1969 (Work Part 5 of Act 451 of 1994, as	amended.				
	ERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE					
sale	e contract.		-	tract 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 twenty-one (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.			
Please	Check Appropriate Categories:					
-	business is organized as (you must	check <u>one</u> of the	boxes below):			
	Sole Proprietorship (individual)					
	Partnership					
C. L	Corporation					
2. You	u must check <u>one</u> of the boxes below	v:				
A. [I certify my business is a sole propriet Worker's Compensation Laws.	orship and it has no	employees but	the sole proprietor. I am not subject to the		
	 B. I certify my business has satisfied its o bligation 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 my business has a Worker's Compensation Policy. I will provide an original Certificate of Insurance within twenty- 					
	one (21) days of the contract award.					
	ou have checked item 2(A) or 2(B), n yourself, including family members			of both full-time and part-time employees, other u must enter "0").		
	Full-time Er	nnlovees		Part-time Employees		
		npioyees				
Name of E	Business		Federal ID (or)	Social Security No.		
Address			Telephone			
Otto		Otata				
City		State	ZIP			
I hereby certify that the above information is true and correct. I agree to notify the Michigan DNR of any changes that occur in factors affecting my coverage during any of my present and future operations.						
Signature of Owner or Authorized Representative						
Title			Dat	le le		
			Da			

TIMBER SALE / SEALED BID STATE OF MICHIGAN / DNR

BID FORM

GNA2 Red Linx (12-803-23)

T43N, R37W, SEC. 6; T43N, R38W, SEC. 1; T43N, R38W, SEC. 12; Iron COUNTY

In response to the notice of sale to be held 9:00 a.m. (local time) on September 28, 2023, 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.

- 1	PRODUCTS & SPECIES Sawtimber	<u>ESTIMATED</u>	VOLUME*	<u>AD</u>	VERTISED PRICE	BID PRICE/UNIT
	Black Cherry	12.2	MBF	\$	48.00/MBF	\$
	Red Maple	69.7	MBF	\$	56.00/MBF	\$
	Sugar Maple	26.7	MBF	\$	112.00/MBF	\$
	Pulpwood			·		·
	Balsam Fir	92	Cords	\$	5.35/Cord	\$
	Mixed Hardwood	804	Cords	\$	7.80/Cord	\$
	Quaking Aspen	546	Cords	\$	16.00/Cord	\$
	White Spruce	35	Cords	\$	8.20/Cord	\$
- 1						

*The volumes are statistically estimated within plus (+) or minus (-) 23.22 percent at 95% confidence level. These estimated volumes 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 SECURITY NUMBER:	⁻
Company or individual bidding:		
Company representative's name:		
Address:		_
City: Sta	te:Zip:	

IF AVAILABLE, PLEASE PLACE THE PERSONALIZED LABEL FROM YOUR PROSPECTUS IN THE ABOVE BOX.

Individual or company representative's signature: ______ Date:_____ Date:_____

Phone number :_____ Email (optional):_____

DNR	Michigan Department of Natural Resources Forest Resources Division	FOR DEPARTMENT USE ONLY Sale Number (XX – XXX – XX – XX)			
auto . MICHIGA	TIMBER SALE				
	VERIFICATION OF WORKER'S DISABILI	TY Forest Management Unit:			
	COMPENSATION ACT COMPLIANCE				
	As required by Act 317, P.A. 1969 (Worker's Compensation)	and			
VEDI	Part 5 of Act 451 of 1994, as amended.				
	ERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE				
s	This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber sale contract.				
	n addition, if boxes 2B or 2C are checked, then Notice of wenty-one (21) days of the contract award and prior to the	of Exclusion or Certificate of Insurance must be submitted within e issuance of the timber sale contract.			
• A	Il Information must be typed or printed except for writter	n signatures.			
Pleas	e Check Appropriate Categories:				
	ly business is organized as (you must check <u>one</u> of the	e boxes below):			
	. 🔲 Sole Proprietorship (individual)				
	. 🔲 Partnership				
	Corporation				
2. Y	ou must check <u>one</u> of the boxes below:				
A	 I certify my business is a sole proprietorship and it has r Worker's Compensation Laws. 	o employees but the sole proprietor. I am not subject to the			
	 B. I certify my business has satisfied its o bligation 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 my business has a Worker's Compensation Policy. I will provide an original Certificate of Insurance within twenty-one (21) days of the contract award. 				
	Full-time Employees	Part-time Employees			
Name	of Business	Federal ID (or) Social Security No.			
Addres	S	Telephone			
City	State	ZIP			
I hereby certify that the above information is true and correct. I agree to notify the Michigan DNR of any changes that occur in factors affecting my coverage during any of my present and future operations.					
July					
Title	· · · · · · · · · · · · · · · · · · ·	Date			