

DEPARTMENT OF NATURAL RESOURCES STATE OF MICHIGAN

TIMBER SALE PROSPECTUS

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

THREE LOCK BLOCK / T29N, R05W, SEC. 19, SENE, E1/2SE, SWSE, S1/2SW.

T29N, R05W, SEC. 30, S1/2NW, N1/2SW, SWSW.

T29N, R05W, SEC. 31, NWNW.

ANTRIM COUNTY (Appr. \$22,517.80)

SALE ACRES: 90

OLD STATE ROAD MIX / T29N, R02W, SEC. 13, N1/2, E1/2SE1/4, NWSE.

T29N, R02W, SEC. 13, NWSW.

OTSEGO COUNTY (Appr. \$64,639.60)

SALE ACRES: 205

SALE DATE AND TIME: 3:00 p.m. on March 17, 2010.

GAYLORD

BID INSTRUCTIONS (Ver. 06/23/2008):

- 1. Bid Location, Date, and Time: Bids must be received by the Unit Manager, Gaylord Management Unit, 1732 West M-32, Gaylord, Michigan 49735, no later than 3:00 p.m. on March 17, 2010. For further information concerning this sale, contact the Unit Manager at 989-732-3541.
- 2. <u>Bidder's Qualifications</u>: Purchaser shall obtain workers compensation insurance to cover claims under Michigan's Worker's Disability Compensation Act of 1969 or similar employee benefit act of any other state applicable to an employee. If all or part of a timber sale was prepared by a private contractor, that contractor and that contractor's company are <u>not permitted</u> to bid on the timber sale contract. Bids will not be accepted from individuals or companies appearing on the DNR/FMFM 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. <u>Preparation of Sealed Bids:</u> Bids shall be manually signed in ink; bid prices must be entered for each species and product in the Bid Price column for all material subject to bidding; and all fill-in blanks must be completed. If erasures or other changes appear on the forms, each erasure or change must be initialed by the person signing the bid.
- 4. <u>Submission of Sealed Bids:</u> Bid forms may be obtained from the Unit Manager. All bids must be submitted on the bid form and in an <u>envelope clearly identified</u> 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) that it is a "Bid for Timber," and (b) the sale name or number, and (c) the date and time of bid opening as shown in the prospectus. Bids received after the time specified in the sale prospectus are late bids and will be rejected.
- 5. Public Opening of Sealed Bids: If conditions permit, the sealed bids will be publicly opened and posted at the time and place set in the prospectus.
- 6. Award of Contract: 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. <u>Down Payment:</u> 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. <u>Performance Security:</u> 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. <u>Timber Sale Contract:</u> Additional conditions and requirements common to all timber sales are listed on the timber sale contract (R4031) and are available on line at www.michigan.gov/dnr. Contact the Unit Manager for additional information or a sample contract. Within 21 days of the date of the award letter, the bidder must sign the contract and provide the required down payment, performance security, and verification of worker's disability compensation. The down payment and performance security shall be in accordance with the provisions of the timber sale contract, in the sums stated in this prospectus. If these actions are not taken, then the Bidder, the Bidder's corporation, and the corporation's principals may not be permitted to bid on State timber sales for a period of 1 year. In addition, the Bidder certifies that if awarded this contract, the Bidder will complete the timber sale contract in accordance with its terms and any modifications thereof including requirements to purchase, cut, and remove the included timber by the termination date.

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

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

11. Certification and Chain-of-Custody: 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-090N and the Sustainable Forestry Initiative (SFI) - Certificate # NSF-SFIS-5Y031-S1. Forest products from this sale may be delivered to the mill as "FSC 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.

REBECCA A. HUMPHRIES Director

THREE LOCK BLOCK (016-09-01)

A timber sale contract for this <u>LUMP SUM SEALED</u> timber sale will be awarded the responsible bidder offering the highest sealed bid price. Bids must be at or above the following appraised price for each species:

SPECIES	ESTIMATED VOLUME*	API	PRAISED PRICE
PULPWOOD			
RED PINE	491.00 CORDS	\$	27.05/CORD
MIX ASPEN	415.00 CORDS	\$	15.15/CORD
MIX HARDWD	369.00 CORDS	\$	6.75/CORD

In addition, the successful bidder agrees to purchase the following species at the indicated appraised price:

SPECIES	ESTIMATED VOLUME *	APPI	RAISED PRICE
PULPWOOD			
JACK PINE	47.00 CORDS	\$	9.75/CORD

*The volumes are statistically estimated within plus (+) or minus (-) 17.99 percent. 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.

BOND AND PAYMENT SCHEDULE:

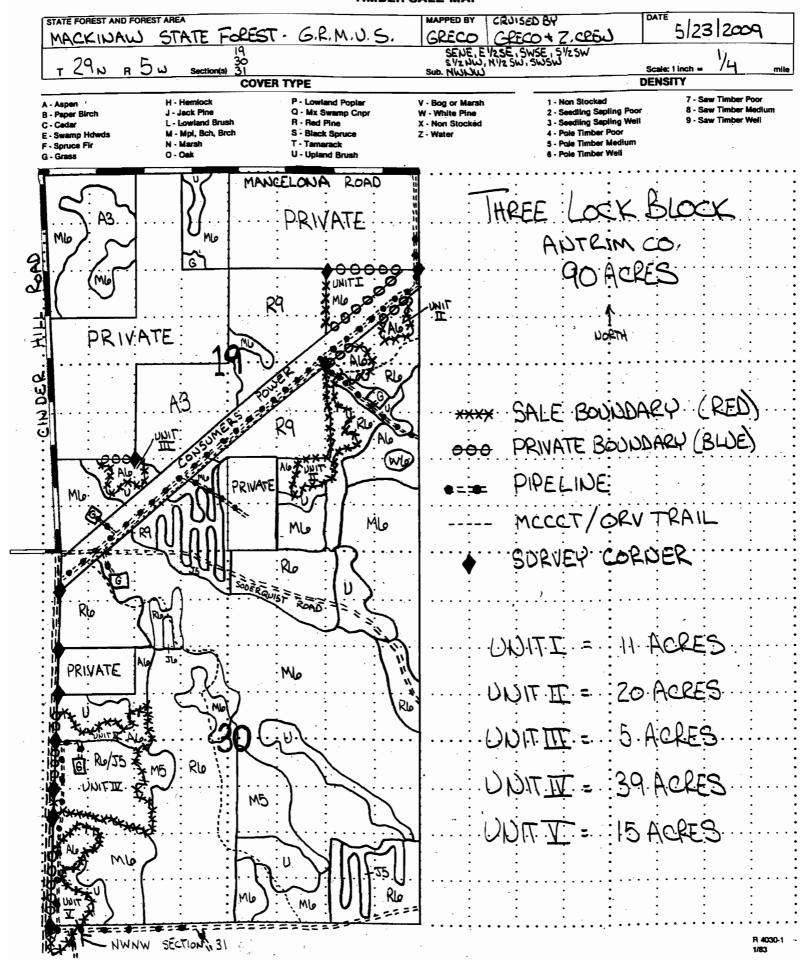
- A bond in the amount of \$1,150.00, to insure faithful performance of the conditions of the contract, will be deposited by the successful bidder within 21 days of the sale award.
- 2. Cutting in any sale or unit without the required advance payment would be considered a trespass.
- 3. Total payment may 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
	1				05%		
	2				10%		
	3				05%		
	4				70%		
	5				10%		

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on June 30, 2013.

STATE OF MICHIGAN DEPARTMENT OF NATURAL RESOURCES TIMBER SALE MAP

SALE YEAR SALE TYPE



Sale Specific Conditions & Requirements

Sale Name: Three Lock Block Sale Number: 52-016-09-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

The sale boundary and Payment Unit boundaries are marked and identified by blue and red paint. Exterior sale boundary lines against private property are marked with blue paint. Exterior sale boundary lines against state are marked with red paint. Do not cut painted boundary line trees. General condition 5.5.1 is in place to protect survey corners and witness trees. Corner locations are shown on the attached map and witness trees are banded with red paint.

2 - Timber Specifications

2.1 - Included Timber

2.1.1 - Clearcut unit(s) with unmerchantable trees (4/09)

Within Payment Unit(s) I, II, III, IV and V, cut all trees that are two (2) inches or more in diameter measured at a point four and one-half (4-1/2) feet above ground level regardless of merchantability. In Unit I - do not cut any Red Pine.

2.2 - Utilization

2.2.3 - Stump heights (4/07)

Stump heights within Payment Unit IV shall not exceed 6 inches for all trees. This is in order to facilitate planting operations.

3 - Payments

3.3 - Pre-measured Sales

3.3.4 - Dividing payment units (12/08)

Payment unit(s) may be divided at the request of the purchaser and upon approval of the Unit Manager. Dividing payment units is a contract modification which requires a Timber Sale Contract Supplement.

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.

Sale Name: Three Lock Block Sale Number: 52-016-09-01

4.1.6 - Road construction (1/09)

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

4.1.7 - Road closure (4/07)

All new roads built into the sale must be blocked to vehicle traffic upon completion of the sale. In general, this will require constructing a four (4') foot high berm constructed of stumps and logs covered with earth. Contact the sale administrator for specific details of design and placement.

4.2 - Maintenance

4.2.5 - Two wheel drive condition (2/04)

All existing trail roads on and adjacent to the sale area must be passable by two-wheel drive traffic for the duration of the sale.

4.4 - Access

4.4.1 - Private property access (12/08)

Permission for access across private land is the responsibility of the purchaser.

5 - Operations

5.1 - Notification

5.1.1 - Pre-sale conference (12/08)

A pre-sale conference on site between the Purchaser and sale administrator is required prior to beginning any operations to determine landing and road locations.

5.1.3 - Well heads and natural gas pipelines (7/07)

The Purchaser is responsible for contacting the gas or pipeline company prior to operating equipment in the vicinity of well heads or natural gas pipelines.

5.1.4 - Post-sale conference (2/04)

A post-sale conference on site between the Purchaser and sale administrator is required 5 days prior to the completion of active logging operations to determine clean-up and repair of landings, road edges, and the fulfillment of other contract specifications.

5.2 - Conduct of Operations

5.2.1 - Slash

5.2.1.1 - Slash within sale area (2/04)

Sale Name: Three Lock Block Sale Number: 52-016-09-01

No trees are to be felled outside the sale area and all slash is to be kept at least 10 feet back from the blue paint line.

5.2.1.9 - No Slash:pipe/powerline, oil/gas sites (2/04)

All pipelines, power lines, oil or gas storage sites and related access roads are to remain free of slash at all times.

5.2.2 - Hazard Trees/Snags

5.2.2.1 - Den trees (2/04)

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

5.2.3 - Operating Restrictions

5.2.3.6 - Bark beetle restriction (12/08)

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

5.2.39 - ORV trail/route protection (1/09)

The MCCCT/ORV trail is shown on the Timber Sale Map. Do not cut trees or damage posts with orange ORV markers. Maintain a 20 foot wide slash, debris, and rut free zone daily using the ORV trail as the centerline. Do not run equipment down the ORV trail. Skidding across the trail may only occur in locations approved by the sale administrator.

5.4 - Soil Protection

5.4.1 - Rutting restriction, general (1/09)

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

5.8 - Protection of Endangered Species

5.8.3 - Red shoulder hawk (1) (3/07)

In the event that an active red shoulder hawk nest is found, the contract may be amended to protect the nest site. The harvesting time may be altered or reduced. This limitation may be selectively imposed on a specific portion of the sale, or it could apply to the entire sale. In addition, an area surrounding the nest tree could be designated as a "no-cut" zone with appropriate adjustments made to the timber sale value.

Sale Name: Three Lock Block Sale Number: 52-016-09-01

5.8.5 - Protection of raptor nests (4/09)

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 (1/09)

The purchaser is responsible for posting and maintaining caution signs on Cinder Hill Road prior to beginning operations. The road must be posted at appropriate distances from the sale area to warn of logging activity and truck traffic. Signs must be removed when harvest operations are suspended or completed. The Purchaser will provide these signs.

6.2.3 - Recreational trail posting (1/09)

The Purchaser is responsible for posting caution signs on the MCCCT/ORV trail prior to beginning operations. The trail must be posted at appropriate distances from the sale area to warn of logging activity and truck traffic at both ends of the trail. Signs must be removed when harvest operations are suspended or completed. The Purchaser must maintain the signs while operating in Unit II. The Purchaser will provide these signs.

OLD STATE ROAD MIX (022-09-01)

A timber sale contract for this <u>LUMP SUM SEALED</u> timber sale will be awarded the responsible bidder offering the highest sealed bid price. Bids must be at or above the following appraised price for each species:

SPECIES	ESTIMATED VOLUME*	APPRAISED PRICE
SAWLOGS RED OAK	61.00 MBF	\$ 153.00/MBF
PULPWOOD RED MAPLE RED PINE JACK PINE MIX ASPEN	478.00 CORDS 1,012.00 CORDS 758.00 CORDS 496.00 CORDS	\$ 10.75/CORD \$ 27.25/CORD \$ 9.00/CORD \$ 17.90/CORD

In addition, the successful bidder agrees to purchase the following species at the indicated appraised price:

SPECIES	ESTIMATED VOLUME*	APP	RAISED PRICE
SAWLOGS		۵	71 00 /MDE
RED MAPLE	22.00 MBF	Þ	71.00/MBF
RED PINE	31.00 MBF	\$	94.00/MBF
MIXED OAK	3.00 MBF	\$	64.00/MBF
MIX ASPEN	17.00 MBF	\$	60.00/MBF
PULPWOOD			
RED OAK	114.00 CORDS	\$	10.55/CORD

^{*}The volumes are statistically estimated within plus (+) or minus (-) 12.74 percent. 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.

BOND AND PAYMENT SCHEDULE:

- 1. A bond in the amount of \$3,300.00, 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 may 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
 - (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	
1	15%	
2	15%	
3	05%	
4	10%	
5	10%	
6	05%	
7	20%	
8	20%	

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on September 30, 2013.

Michigan Department of Natural Resources - Forest, Mineral & Fire Management Sale Number Year TIMBER SALE MAP 52-022-09-01 2009 This information provided by authority of Part 525 of Act 451, PA 1994, as amended. Forest Management Unit Date Page of Mapped By Lentz Otsego 08-12-2009 Gaylord Mgt.Unit/South Cruised By Forest Resource Svc Section(s) and Subdivision: Township Range N1/2, E1/2 SE1/4, NWSE € NWSW Sec. 13 T29N, R2W Scale: |... 1/4".....| = 1 mile Density **Cover Type** V = Bog or Marsh W = White Pine H = Hemlock P = Lowland Poplar 0 = Non Stocked 5 = Pole Timber Medium A = Aspen Q = Mixed Swamp Cnfr 6 = Pole Timber Well B = Paper Birch 1 = Seedling Sapling Poor J = Jack Pine X = Non Stocked 7 = Saw Timber Poor L = Lowland Brush 2 = Seedling Sapling Medium C = Cedar R = Red Pine E = Swamp Hdwoods 8 = Saw Timber Medium 3 = Seedling Sapling Well M = Mpl, Bch, Brch S = Black Spruce Z = Water 9 = Saw Timber Well F = Spruce Fir N = Marsh T = Tamarack 4 = Pole Timber Poor G = Grass O = Oak U = Upland Brush Old State Road Mix Compartment 13 Stands 2,6,71,72,79,102,104,107,202 2009 YOE Otsego County Total Sale Acres: 205 Ac. Cut Acres: 200 Ac. Retention: 5 Ac. Old State Ro * R6 J3 Adjacent PUT. timbe **LEGEND**

sale

Sale Boundaries: Red Paint Private Boundary. Blue Paint -

Buried Gas Pipelines: --Gas Well Sites: ORV Trail: -4 Snowmobile Trail: -Overhead Powerline: Survey Corners: 👌 Reserve Areas:

Payment Unit Lines: Yellow Paint - * * X

Leave Uncut

Payment Units: (3)

Sale Specific Conditions & Requirements

Sale Name: Old State Road Mix Sale Number: 52-022-09-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

The sale boundary and Payment Unit boundaries are marked and identified by blue, red and yellow paint. Exterior sale boundary lines against private property are marked with blue paint. Exterior sale boundary lines against state are marked with red paint. Interior Payment Unit boundaries are marked with yellow paint. Yellow painted trees designating an interior Payment Unit boundary are only to be cut when all surrounding Payment Units have been paid.

2 - Timber Specifications

2.1 - Included Timber

2.1.1 - Clearcut unit(s) with unmerchantable trees (4/09)

Within Payment Unit(s) 6,7, & 8, cut all trees that are two (2) inches or more in diameter measured at a point four and one-half (4-1/2) feet above ground level regardless of merchantability

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

Within Payment Unit(s) 1,2, & 5, all trees are designated for cutting when marked with orange paint above and below stump height, regardless of merchantability. In addition, cut all aspen, red maple, and jack pine which meet piece specifications in 2.2 Utilization.

2.1.7 - Leave tree marked unit(s) (12/08)

Within Payment Unit(s) 3, all trees, which meet minimum piece specifications in 2.2 Utilization, are designated for cutting except Oak. Leave all Oak uncut. Protect advanced oak regeneration also. Reserve trees identified in accordance with 2.4.2 - Reserve trees, within leave tree marked unit boundaries, are not Included Timber and are to be protected.

2.1.8 - Designated plantation row unit(s) (12/08)

Within Payment Unit(s) 4, all trees which meet minimum piece specifications in 2.2 Utilization, within designated plantation rows are designated for cutting. Designated plantation rows are every third row. Begin with the third row in from the outside of the plantation, then continue every third row. Because of the variability of row direction, it shall be the responsibility of the producer to maintain the third row sequence. Red Maple, Aspen, and Jack Pine should only be cut in the third row cutting sequence.

2.4 - Special Protection

2.4.2 - Reserve trees (1/09)

The Purchaser shall not cut live or dead reserve trees within cutting units or clearings. Reserve trees are marked with red paint on the exterior boundaries of the reserve area. NOTE: The reserve areas are located in payment units 1,3, & 5 as specified on the map. The Purchaser shall protect reserve trees from damage by the Purchaser's operations. If the Purchaser's operations have cut or damaged reserve trees through carelessness, the Purchaser shall pay as fixed, agreed and liquidated damages for each reserve tree cut or damaged. Such payment does not constitute ownership of the undesignated timber.

3 - Payments

3.3 - Pre-measured Sales

3.3.4 - Dividing payment units (12/08)

Payment unit(s) may be divided at the request of the purchaser and upon approval of the Unit Manager. Dividing payment units is a contract modification which requires a Timber Sale Contract Supplement.

3.4 - Damaged Timber

3.4.1 - Damaged timber (6/05)

General Condition and Requirement 3.4 Damaged Timber, defines liquidated damages for undesignated live merchantable trees which are cut or injured. Damage to residual trees (defined as breaking of the cambium layer, broken tops or bending of trees from their natural position) is not acceptable.

In Payment Units 1,2,4, & 5, no damage is acceptable to merchantable trees. Within the sale area, if more than 5% of trees (> 4.5" DBH) within a specified area of the sale are damaged, liquidated damages will be assessed for all trees damaged. Rates will be in accordance with General Condition and Requirement 3.4 Damaged Timber. In addition, in Payment Unit 3, extreme care should be taken to avoid damage to tree seedlings and saplings. Within unit 3, if more than 5% of the tree seedlings or saplings (1/4" to 4.5" DBH) are damaged, liquidated damages will be assessed at \$250.00 per acre for all acreage within that specified portion of the sale area that was damaged.

3.6 - Payment Unit Cutting Schedule

3.6.2 - One active unit (12/08)

Each Payment Unit must be completed to the satisfaction of the Unit Manager or his/her representative before the next unit may be opened.

4 - Transportation

4.1 - Construction

4.1.6 - Road construction (1/09)

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

4.1.7 - Road closure (4/07)

All new roads built into the sale must be blocked to vehicle traffic upon completion of the sale. In general, this will require constructing a four (4') foot high berm constructed of stumps and logs covered with earth. Contact the sale administrator for specific details of design and placement.

4.2 - Maintenance

4.2.5 - Two wheel drive condition (2/04)

All existing trail roads on and adjacent to the sale area must be passable by two-wheel drive traffic for the duration of the sale.

5 - Operations

5.1 - Notification

5.1.1 - Pre-sale conference (12/08)

A pre-sale conference on site between the Purchaser and sale administrator is required prior to beginning any operations to determine landing and road locations. The Unit Manager or his/her representative must be contacted at least 5 days in advance to schedule the conference.

5.1.3 - Well heads and natural gas pipelines (7/07)

The Purchaser is responsible for contacting the gas or pipeline company prior to operating equipment in the vicinity of well heads or natural gas pipelines.

5.1.4 - Post-sale conference (2/04)

A post-sale conference on site between the Purchaser and sale administrator is required 5 days prior to the completion of active logging operations to determine clean-up and repair of landings, road edges, and the fulfillment of other contract specifications.

5.1.6 - Utility R.O.W. (10/08)

It is the responsibility of the purchaser to obtain permission from the utility company to utilize the power line R.O.W. for operations.

5.2 - Conduct of Operations

5.2.1 - Slash

5.2.1.1 - Slash within sale area (2/04)

No trees are to be felled outside the sale area and all slash is to be kept at least 10 feet back from the blue paint line.

5.2.1.9 - No Slash:pipe/powerline, oil/gas sites (2/04)

All pipelines, power lines, oil or gas storage sites and related access roads are to remain free of slash at all times.

5.2.2 - Hazard Trees/Snags

5.2.2.1 - Den trees (2/04)

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

5.2.3 - Operating Restrictions

5.2.3.4 - Oak wilt restriction (12/08)

Within Payment Unit(s) 1,2, & 5, unless changed by written agreement, cutting, skidding, and hauling are not permitted during the period of April 15 to July 15. This is necessary to reduce the spread of oak wilt. For more information, contact the Unit Manager or his/her representative.

5.2.3.6 - Bark beetle restriction (12/08)

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

5.2.30 - Landing/road top soil protection (1/09)

Top soil at landings and new roads must be stockpiled and saved. Upon completion of the timber sale, soil must be evenly distributed over the area to be re-vegetated.

5.2.33 - Gas well re-vegetation (12/08)

In the event that the gas well is utilized for a landing, the site must be re-vegetated with a seeding mixture specified by the Unit Manager or his/her representative.

5.2.39 - ORV trail/route protection (1/09)

The ORV Trail is shown on the Timber Sale Map. Do not cut trees or damage posts with orange ORV markers. 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.

Section Name: Sale Specific Page 4 of 5 Current as of 9/29/2009 9:24:40AM

5.2.41 - Snowmobile trail protection (8/09)

The snowmobile trail is shown on the Timber Sale Map. Do not cut or damage posts with orange trail markers or traffic control signs. If the trail is used, it must be maintained and restored to a condition equal to or better than before the sale. If the trail is used for hauling, it must be graded to the satisfaction of the Unit Manager or his/her representative prior to December 1st. The snowmobile trail may not be used for any timber sale operations from December 1 to March 31. 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. All stumps within 20 feet of the snowmobile trail must be cut at ground level.

5.4 - Soil Protection

5.4.1 - Rutting restriction, general (1/09)

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

5.4.6 - Wet area protection (3/09)

No harvesting operations, including skidding and felling, are to take place within the pond area. When harvesting occurs, there should be no disturbance to the pond depression. All equipment, trees and tops should be kept out of this area. Within 100 feet of the pond, equipment should only be used when the soil is in a dry or frozen condition. Care must be taken by the purchaser to identify and avoid operating in these areas of the timber sale.

6 - Safety and Fire Prevention

6.2 - Signing

6.2.1 - Road posting (1/09)

The purchaser is responsible for posting and maintaining caution signs on Old State Road prior to beginning operations. The road must be posted at appropriate distances from the sale area to warn of logging activity and truck traffic. Signs must be removed when harvest operations are suspended or completed. The Purchaser will provide these signs.

6.2.2 - Snowmobile trail posting (8/09)

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

6.2.3 - Recreational trail posting (1/09)

The Purchaser is responsible for posting caution signs on the ORV trail prior to beginning operations. The trail must be posted at appropriate distances from the sale area to warn of logging activity and truck traffic at both ends of the trail. Signs must be removed when harvest operations are suspended or completed. The Purchaser must maintain the signs The Purchaser will provide these signs.

Section Name: Sale Specific Page 5 of 5 Current as of 9/29/2009 9:24:40AM

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THREE LOCK BLOCK (016-09-01)

T29N, R05W, SEC. 19, SENE, E1/2SE, SWSE, S1/2SW.
T29N, R05W, SEC. 30, S1/2NW, N1/2SW, SWSW.
T29N, R05W, SEC. 31, NWNW.
ANTRIM COUNTY

In response to the notice of sale to be held 3:00 p.m. on March 17, 2010, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species and total bid value must be at or above the appraised price. All non-responsive bid forms may be rejected.

SPECIES	APPRAISED PRICE	BID PRICE ESTIMATE	D VOLUME* = VALUE
PULPWOOD		,	
RED PINE	\$ 27.05/CORD	\$X 491.00	'
MIX ASPEN	\$ 15.15/CORD	\$X 415.00	· · · · · · · · · · · · · · · · · · ·
MIX HARDWD	\$ 6.75/CORD	\$X 369.00	CORDS = \$
		SUBTOTAL	1 \$
·	cessful bidder agree	s to purchase the following	species at the
appraised price:			
SPECIES	APPRAISED PRICE	ESTIMATED VOLUME*	VALUE
PULPWOOD			
JACK PINE	\$ 9.75/CORD	47.00 CORDS	= \$ 458.25
		SUBTOTAL 2	\$ 458.25
	SUBTOTAL 1 +	SUBTOTAL 2 = TOTAL BID	VALUE \$
estimated volumes are	e final and not subj	ed within plus (+) or minus ect to adjustment. Prospec own estimates of quantity	tive bidders are urged
will be the basis to must be bid or the b awarding a contract	determine total bid id form may be reject will be based upon m	rejected, and that the ind value. All bids must be sted. I also understand that y past performance and abiler subject to my control.	igned and all bid items consideration and
(bidder's	printed name)	(bidder's signature)	
Address/Telephone			
ጥሀፍ ነነገ	NNING BIDDER MIST C	OMDIETE THE FORM ON THE DEVI	POSE SINE

WITHIN 21 DAYS OF SALE AWARD



Michigan Department of Natural Resources Forest, Mineral and Fire Management

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

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

FOR DEPARTMENT USE ONLY				
Sale or Permit No				
Year:	Туре:			
Forest Area:				

VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

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

•	days of the contract award and prior to the issuance of the timber sale contract.					
•	All Information must be typed or printe	All Information must be typed or printed except for written signatures.				
Ple	ase Check Appropriate Categories:					
1.	My business is organized as (you must o	heck one of the boxes	below):			
	A. Sole Proprietorship (individual)					
	B. Partnership					
	C. Corporation					
2.	You must check one of the boxes below:					
	A. I certify that my business is a so Worker's Compensation Laws.	ole proprietorship and	it has no employees t	out the sole proprietor. I am not subject to the		
B. I certify that my business has satisfied its obligation to the Worker's Compensation Act through the use of an approved Notice of Exclusion (BWC-337, Rev. 5/96). I will provide a copy of the Notice of Exclusion within 21 days of the contract award. (For questions or a copy of the BWC-337, please call the Worker's Compensation Bureau at 517-322-1195).				ice of Exclusion within 21 days of the contract		
	C. I certify that my business has a days of the contract award.	Worker's Compensation	on Policy. I will provid	de an original Certificate of Insurance within 21		
3.	If you have checked item 2(A) or 2(B), you must indicate the number of both full and part time employees other than yourself including family members and active partners (if none, you must enter "0"). Full Time Employees Part Time Employees					
		- L	_			
Nan	me of Business	-	Federal ID (or) Social	Security No.		
Add	dress		Telephone No.			
			()			
City	1	State		Zip + 4		
cov	ereby certify that the above information is to verage during any of my present and future and future signature of Owner or Authorized Represe	operations.	e to notify the DNR of	any changes that occur in factors affecting my		
-	Title		Date			

RED OAK

OLD STATE ROAD MIX (022-09-01) T29N, R02W, SEC. 13, N1/2, E1/2SE1/4, NWSE. T29N, R02W, SEC. 13, NWSW. OTSEGO COUNTY

In response to the notice of sale to be held 3:00 p.m. on March 17, 2010, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species and total bid value must be at or above the appraised price. All non-responsive bid forms may be rejected.

non-responsive bi			. made de ac	0_ 0		арргаз	roca price.	****
non-responsive bi	d forms may	y be rejected.						
SPECIES SAWLOGS	AP	PRAISED PRICE	BID PRIC	E	ESTIMATI	ED VOLU	JME* = VALUE	<u>i</u>
RED OAK	Ś	153.00/MBF	Ś	х	61.00	MBE	= \$	
PULPWOOD	4	133.00/1151	¥	_^	01.00	PIDE	- 4	
RED MAPLE	\$	10.75/CORD	\$	Х	478.00	CORDS	= \$	
RED PINE	\$	27.25/CORD	\$	x	1,012.00	CORDS	= \$	
JACK PINE	\$	9.00/CORD	\$	x	758.00	CORDS	= \$	
MIX ASPEN	\$	17.90/CORD	\$	x	496.00	CORDS	= \$	
					SUBTOTAL	L 1	\$	
In addition, the	successful	bidder agrees	to purchase	the	following	g speci	ies at the	
appraised price:		_	_			-		
SPECIES	APPR	AISED PRICE	ESTIM	ATED	VOLUME *	7	VALUE	
SAWLOGS								
RED MAPLE	\$	71.00/MBF	2	2.00	MBF	= \$	1,562.00	
RED PINE	\$	94.00/MBF	3	1.00	MBF	= \$	2,914.00	
MIXED OAK	\$	64.00/MBF		3.00	MBF	= \$	192.00	
MIX ASPEN	\$	60.00/MBF	1	7.00	MBF	= \$	1,020.00	
PULPWOOD								

SUBTOTAL 1 + SUBTOTAL 2 = TOTAL BID VALUE \$

114.00 CORDS

SUBTOTAL 2

1,202.70

6,890.70

*These volumes are statistically estimated within plus (+) or minus (-) 12.74%. 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, and that the individual unit bid price will be the basis to determine total bid value. 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 manpower subject to my control.

(bidder's printed name)	(bidder's signature)
Address/Telephone	

10.55/CORD

THE WINNING BIDDER MUST COMPLETE THE FORM ON THE REVERSE SIDE WITHIN 21 DAYS OF SALE AWARD



Michigan Department of Natural Resources Forest, Mineral and Fire Management

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

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

FOR DEPARTMENT USE ONLY				
Sale or Permit No				
Year:	Туре:			
Forest Area:	I			

VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE
ust be completed and submitted within 21 days of contract award and prior to the issuance of the timber

- This verification m

sale o	sale contract.					
	In addition, if boxes 2B or 2C are checked, then Notice of Exclusion or Certificate of Insurance must be submitted within 21 days of the contract award and prior to the issuance of the timber sale contract.					
All in	All Information must be typed or printed except for written signatures.					
Please Check Appropriate Categories:						
 My business is organized as (you must check one of the boxes below): A. ☐ Sole Proprietorship (individual) B. ☐ Partnership C. ☐ Corporation 						
 You must check one of the boxes below: A. I certify that my business is a sole proprietorship and it has no employees but the sole proprietor. I am not subject to the Worker's Compensation Laws. 						
 B. \[\] I certify that my business has satisfied its obligation to the Worker's Compensation Act through the use of an approved Notice of Exclusion (BWC-337, Rev. 5/96). I will provide a copy of the Notice of Exclusion within 21 days of the contract award. (For questions or a copy of the BWC-337, please call the Worker's Compensation Bureau at 517-322-1195). C. \[\] I certify that my business has a Worker's Compensation Policy. I will provide an original Certificate of Insurance within 21 days of the contract award. 						
8. If you have checked item 2(A) or 2(B), you must indicate the number of both full and part time employees other than yourself including family members and active partners (if none, you must enter "0").						
	Full Time	e Employees		Part Time Employees		
Name of Business		Federal ID (or) Social Security No.				
address		Telephone No.				
City		State		Zip + 4		
hereby certify that the above information is true and correct. I agree to notify the 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	-		Date			