

DEPARTMENT OF NATURAL RESOURCES AND ENVIRONMENT STATE OF MICHIGAN

TIMBER SALE PROSPECTUS (4431)

SCHEDULED SALE DATE AND TIME: 3:00PM on August 16, 2011.

LOCATION: INDIAN RIVER FIELD OFFICE, 6984 WILSON RD, INDIAN RIVER, MI 49749.

PROSPECTUS NOTE: The bidder is advised to inspect the sale area and review the location, estimated volumes, operating costs and contract terms of proposed sales.

Please be aware that some landowners may request 60 days or more notice for access across their land.

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

STONEY CREEK ASPEN (52-118-10-01) / T34N, R01W, SEC.01, N1/2NW.

T35N, R01W, SEC.34, SWNE, SENW, SE1/4.

T35N, R01W, SEC.35, NWSW, SE1/4, SEC 36 NWSW, S1/2SW.

CHEBOYGAN COUNTY (Advertised Price \$20,981.25), 76.0 Acres

SALE NOTE: 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 state forest land.

EFFICIENT HARDWOOD (52-133-10-01) / T36N, R06W, SEC.12, N1/2SE AND SWSE.

EMMET COUNTY (Advertised Price \$6,415.75), 47.0 Acres

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

CANBY MIX (52-125-09-01) / T37N, R05W, SEC.22, N1/2NW, SENW.

EMMET COUNTY (Advertised Price \$1,765.80), 29.0 Acres

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

BID INSTRUCTIONS (VER. 06/20/2011):

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

Bids must be received by the Unit Manager, INDIAN RIVER OFFICE, 6984 WILSON RD, INDIAN RIVER, MI 49749, no later than 3:00PM on August 16, 2011. For further information concerning this sale, contact Joyce Angel-Ling at 231-238-9314.

2. Bidder's Qualifications (6/11)

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

3. Preparation of Sealed Bids (1/11)

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

4. Submission of Sealed Bids (6/11)

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

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

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

6. Award of Contract (1/11)

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

7. Down Payment (1/11)

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

8. Performance Security (1/11)

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

9. Timber Sale Contract (1/11)

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

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

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

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

11. Certification and Chain-of-Custody (1/11)

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

RODNEY STOKES
Director

TIMBER SALE INFORMATION

STONEY CREEK ASPEN (52-118-10-01)

T34N, R01W, SEC.01; T35N, R01W, SEC.34; T35N, R01W, SEC.35. CHEBOYGAN COUNTY (Advertised Price \$20,981.25)

SALE NOTE: 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 state forest land.

A timber sale contract for this lump sum, sealed bid timber sale will be awarded to the responsible bidder offering the highest sealed bid price. Bids must be at or above the following advertised price for each species:

PRODUCTS & SPECIES	ESTIMATED VOLUME*	<u>ADV</u>	ERTISED PRICE
Sawlogs			
B. T. Aspen	105.00 MBF	\$	73.00 / MBF
Pulpwood			
B. T. Aspen	526.00 Cords	\$	14.80 / Cord
Red Maple	405.00 Cords	\$	7.40 / Cord

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$2,534.45:

PRODUCTS & SPECIES Sawlogs	ESTIMATED VOLUME*	<u>AD\</u>	/ERTISED PRICE
Red Oak	6.00 MBF	\$	169.00 / MBF
Pulpwood			
Balsam Fir	51.00 Cords	\$	3.25 / Cord
Basswood	80.00 Cords	\$	6.05 / Cord
Beech	32.00 Cords	\$	15.50 / Cord
Paper Birch	63.00 Cords	\$	4.50 / Cord
Red Oak	4.00 Cords	\$	14.55 / Cord
White Ash	3.00 Cords	\$	11.00 / Cord

^{*}The volumes are statistically estimated within plus (+) or minus (-) 12.92 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 **\$1,100.00** 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	8%
02	7%
03	10%
04	12%
05	17%
06	13%
07	33%

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 09/30/2014.

Sale Specific Conditions & Requirements

Sale Name: Stoney Creek Aspen Sale Number: 52-118-10-01

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 red and yellow paint. Exterior sale boundary lines against state are marked with red paint. Interior Payment Unit boundaries are marked with yellow paint.

2 - Timber Specifications

2.1 - Included Timber

2.1.2 - Clearcut unit(s) w/o unmerchantable trees (12/08)

Within Payment Unit(s) 1 through 7, cut all trees which meet minimum piece specifications in 2.2 Utilization except OAK, PINE, SPRUCE OR CEDAR species.

In Unit 3, DO NOT CUT BALSAM FIR.

In Units 4 and 5, also cut all OAK trees marked with orange paint.

Reserve areas identified in accordance with 2.4.3 - Reserve areas, within clearcutting unit boundaries, are not Included Timber and are to be protected.

2.4 - Special Protection

2.4.3 - Reserve areas (1/09)

The Purchaser shall protect reserve areas from damage by the Purchaser's operations. Reserve areas are marked with a TEAL boundary line. The Purchaser shall not cut live or dead trees within reserve areas. If the Purchaser's operations have cut or damaged reserve areas through carelessness, the Purchaser shall pay \$500 as fixed, agreed and liquidated damages for each acre or part thereof 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) 7 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 administrator may require slash and stumps at landings to be left, or placed, in piles or windrows instead of leveling depending on amount of material.

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. 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.

4.2 - Maintenance

4.2.4 - Grading (12/08)

Roads must be graded after the sale is completed. In general, this will require a road grader or bull dozer to shape up the roads after forest products have been hauled off site. The grading equipment to be used must be approved by the Unit Manager or his/her representative.

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.

5.1.4 - Post-sale conference (9/09)

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

5.2.1.9 - 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 (6/10)

Within Payment Unit(s) 4 and 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.

5.2.32 - Decking/landing restoration (2/04)

All decking and landing areas must have the surface area restored to a condition equal to or better than before. This is to insure the proper regeneration of the stand.

5.2.40 - Pathway protection (6/09)

The MIDLAND TO MACKINAW HIKING/HORSE TRAIL is shown on the Timber Sale Map. Do not cut trees or damage posts with blue pathway markers. Maintain a 20-foot wide slash, debris, and rut free zone daily, using the pathway as the centerline. Do not run equipment down the pathway. 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 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

5.8.5 - 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

6.2.3 - Recreational trail posting (2/10)

The Purchaser is responsible for posting and maintaining caution signs on the MIDLAND TO MACKINAW HIKING/HORSE 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.

Section Name: Sale Specific Current as of 6/20/2011 3:54:46PM

35N

Michigan Department of Natural Resources - Forest, Mineral & Fire Management

TIMBER SALE MAP

This information is provided by authority of Part 525 of Act 451, PA 1994, as amended. FOREST MANAGEMENT UNIT

SALE NUMBER YEAR

52-118-10-01 2010

1:15,840

PAGE 1 2

Gaylord Management Unit RANGE TOWNSHIP

Cheboygan

COUNTY

CRUISED BY John Scheele SECTION(S) AND SUBDIVISION(S)

Section 34: SWNE, SENW, SE1/4 Section 35: NWSW

MAPPED BY John Scheele

9/1/2010

35N	1W	Section 3
2.3		Cover Ty

A = Aspen H = Hemlock B = Paper Birch J = Jack Pine C = CedarL = Lowland Brush

E = Swamp Hdwoods M = Mpl, Bch, Brch F = Spruce Fir N = Marsh G = Grass O = Oak

P = Lowland Poplar V = Bog or Marsh Q = Mixed Swamp Cnfr W = White Pine R = Red Pine S = Black Spruce

T = Tamarack

U = Upland Brush

X = Non Stocked Z = Water

0 = Non Stocked

1 = Seedling Sapling Poor

2 = Seedling Sapling Medium 7 = Saw Timber Poor

3 = Seedling Sapling Well 4 = Pole Timber Poor

DATE

Density 5 = Pole Timber Medium

6 = Pole Timber Well

8 = Saw Timber Medium 9 = Saw Timber Well

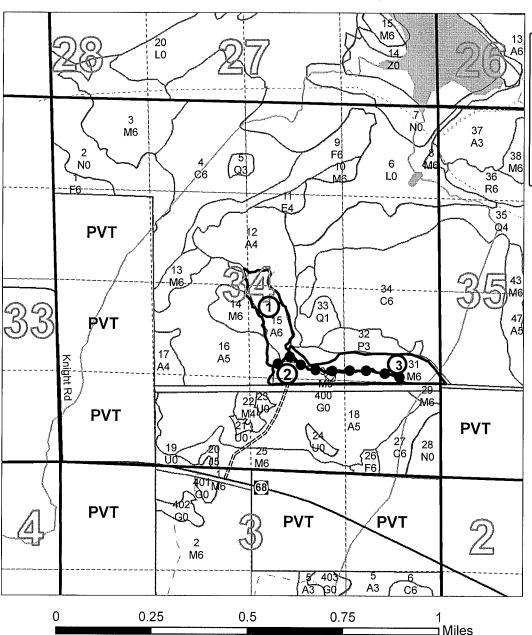
Stoney Creek Aspen

Cheboygan County

79 Sale Acres

(76 cut acres - 3 retention acres)





Lege	end
	Sale Boundary (Red Paint)
	Retention Area (Teal Paint)
\bullet	Unit Line (Yellow Paint)
1	Payment Unit

Payment Unit	<u>Acres</u>
1	10
2	8
3	11

Michigan Department of Natural Resources - Forest, Mineral & Fire Management TIMBER SALE MAP

This information is provided by authority of Part 525 of Act 451, PA 1994, as amended.

SALE NUMBER YEAR 52-118-10-01 2010 DATE PAGE 2

FOREST MANAGEMEN	IT UNIT	COUNTY	MAPPED BY John Scheele	DATE	PAGE	-
Gaylord Mana	gement Unit	Cheboygan	CRUISED BY John Scheele	9/1/2010	2	1
TOWNSHIP	RANGE	SECTION(S) AND SUBDIVISIO Section 1: N1/2NW	N(S)			
34N / 35N	1W		and Section 36: NWSW, S1/2 SW	1:1	5,840	

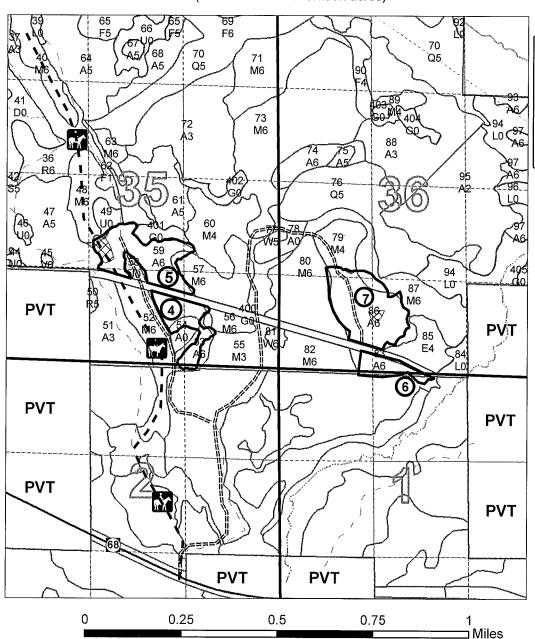
	Cove	r Type			Dens	iity
A = Aspen B = Paper Birch C = Cedar E = Swamp Hdwoods F = Spruce Fir G = Grass	H = Hemlock J = Jack Pine L = Lowland Brush M = Mpl, Bch, Brch N = Marsh O = Oak	P = Lowland Poplar Q = Mixed Swamp Cnfr R = Red Pine S = Black Spruce T = Tamarack U = Upland Brush	V = Bog or Marsh W = White Pine X = Non Stocked Z = Water	1 = See 2 = See 3 = See	n Stocked odling Sapling Poor odling Sapling Medium odling Sapling Well e Timber Poor	5 = Pole Timber Medium 6 = Pole Timber Well 7 = Saw Timber Poor 8 = Saw Timber Medium 9 = Saw Timber Well

Stoney Creek Aspen

Cheboygan County

79 Sale Acres (76 cut acres - 3 retention acres)





Legend	
Sale	Boundary (Red Paint)
Reter	ntion Area (Teal Paint)
4 Paym	nent Unit
_	

Payment Unit	Acres
4	9
5	14
6	5
7	19

TIMBER SALE INFORMATION

EFFICIENT HARDWOOD (52-133-10-01)

T36N, R06W, SEC.12.

EMMET COUNTY (Advertised Price \$6,415.75)

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

A timber sale contract for this lump sum, sealed bid timber sale will be awarded to the responsible bidder offering the highest sealed bid price. Bids must be at or above the following advertised price for each species:

ESTIMATED VOLUME*	AD\	/ERTISED PRICE
10.00 MBF	\$	362.00 / MBF
92.00 Cords	\$	15.50 / Cord
121.00 Cords	\$	5.50 / Cord
	10.00 MBF 92.00 Cords	10.00 MBF \$ 92.00 Cords \$

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$704.25:

PRODUCTS & SPECIES	ESTIMATED VOLUME*	<u>ADV</u>	/ERTISED PRICE
Sawlogs			
Basswood	5.00 MBF	\$	73.00 / MBF
Beech	4.00 MBF	\$	61.00 / MBF
Pulpwood			
Basswood	15.00 Cords	\$	6.35 / Cord

^{*}The volumes are statistically estimated within plus (+) or minus (-) 21.84 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 \$400.00 to insure faithful performance of the conditions of the contract will be deposited by the successful bidder within 21 days of the sale award.
- 2. Cutting in any sale or unit without the required advance payment would be considered a trespass.
- 3. Total payment must be paid in advance or according to the following schedule:
 - (a) Ten percent (10%) of the sale value must be paid within 21 days of the sale award.
 - (b) The remainder is due before cutting begins.
- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 09/30/2014.

Sale Specific Conditions & Requirements

Sale Name: Efficient Hardwood Sale Number: 52-133-10-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

The sale boundary is marked and identified by blue and red paint. Exterior sale boundary lines against private property are marked with blue paint. Exterior sale boundary lines against state are marked with red paint. Do not cut painted boundary line trees unless also marked with orange paint.

2 - Timber Specifications

2.1 - Included Timber

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

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

2.2 - Utilization

2.2.6 - Roundwood operation required (5/07)

The skidding of whole trees or tree segments with limbs attached is prohibited. All products must be produced as roundwood and forwarded to existing roads or landing areas in final product length.

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.

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

4 - Transportation

4.1 - Construction

4.1.3 - 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.

4.1.6 - Road construction (1/09)

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. Overgrown roads that are reopened shall be considered new roads. In general, this will require constructing a four (4') foot high berm constructed of stumps and logs covered with earth.

4.2 - Maintenance

4.2.4 - Grading (12/08)

Roads must be graded after the sale is completed. In general, this will require a road grader or bull dozer to shape up the roads after forest products have been hauled off site. The grading equipment to be used must be approved by the Unit Manager or his/her representative.

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. The Unit Manager or his/her representative must be contacted at least 3 days in advance to schedule the conference.

5.1.4 - Post-sale conference (9/09)

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)

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.

5.2.1.8 - Slash height (12/08)

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

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.

5.2.2.2 - Snag tree creation (1) (2/04)

Trees marked with 2 horizontal lines must be girdled by making two saw cuts, 2 inches deep completely around the tree. The tree must be left standing.

5.2.3 - Operating Restrictions

5.2.3.3 - Bark slippage restriction (3/09)

Within Payment Unit(s) 1, unless changed by written agreement, cutting and skidding are not permitted during the period of April 15 to July 15. This restriction is because of bark slippage.

5.2.3.9 - Beech hauling restriction (8/09)

American beech wood products with bark still attached, other than chips, are not to be transported from stands infested with beech bark disease to or through uninfested beech areas from July 15 to November 15. Beech scale is mobile at this time of year and can move from infested wood to live beech. (See Map of current beech scale distribution on the DNR Forest Health Website, www.michigan.gov/dnr.)

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 (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.

5.8 - Protection of Endangered Species

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.

Section Name: Sale Specific Current as of 6/20/2011 3:51:36PM

F = Spruce Fir

G = Grass

Michigan Department of Natural Resources - Forest, Mineral & Fire Management

TIMBER SALE MAP

This information is provided by authority of Part 525 of Act 451, PA 1994, as amended.

SALE NUMBER 52-133-10-01

2010

YEAR

FOREST MANAGEMENT UNIT COUNTY MAPPED BY John Scheele **Gaylord Management Unit Emmet**

CRUISED BY John Scheele

DATE 9/1/2010 PAGE OF 1

TOWNSHIP RANGE SECTION(S) AND SUBDIVISION(S)

N = Marsh

O = Oak

36N 6W Section 12: N1/2 SE and SWSE

1:15,840

Density

	-		83229W	8003		
88F	w	VC	T THE	* 7	-	
2002	W. P	1'L-	田田			ï

A = Aspen H = Hemlock B = Paper Birch J = Jack Pine C = Cedar L = Lowland Brush E = Swamp Hdwoods M = Mpl, Bch, Brch P = Lowland Poplar Q = Mixed Swamp Cnfr R = Red Pine S = Black Spruce

T = Tamarack

U = Upland Brush

V = Bog or Marsh W = White Pine X = Non Stocked Z = Water

3 = Seedling Sapling Well 4 = Pole Timber Poor

1 = Seedling Sapling Poor

0 = Non Stocked

5 = Pole Timber Medium 6 = Pole Timber Well

2 = Seedling Sapling Medium 7 = Saw Timber Poor

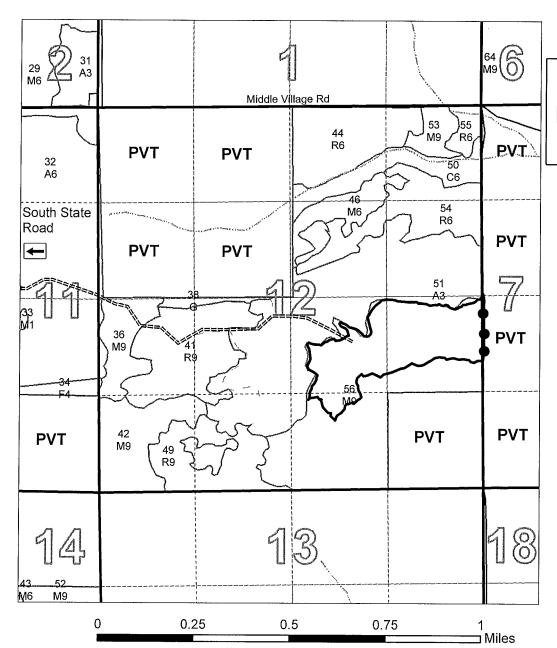
8 = Saw Timber Medium

9 = Saw Timber Well

EFFICIENT HARDWOOD

Emmet County 47 Sale Acres





Legend Sale Boundary (Red Paint) Private Boundary (Blue Paint)

Page 15 of 26

TIMBER SALE INFORMATION

CANBY MIX (52-125-09-01)

T37N, R05W, SEC.22.

EMMET COUNTY (Advertised Price \$1,765.80)

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

A timber sale contract for this lump sum, sealed bid timber sale will be awarded to the responsible bidder offering the highest sealed bid price. Bids must be at or above the following advertised price for each species:

PRODUCTS & SPECIES	ESTIMATED VOLUME*	ADV	ERTISED PRICE
Pulpwood			
Black Ash	46.00 Cords	\$	5.15 / Cord
Black Spruce	56.00 Cords	\$	2.50 / Cord
N. W. Cedar	47.00 Cords	\$	9.65 / Cord
Paper Birch	75.00 Cords	\$	5.15 / Cord
Q. Aspen	74.00 Cords	\$	6.10 / Cord

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$97.70:

PRODUCTS & SPECIES	ESTIMATED VOLUME*	ADVERTISED PF	
Pulpwood			
Balsam Fir	33.00 Cords	\$	2.30 / Cord
Red Maple	4.00 Cords	\$	5.45 / Cord

^{*}The volumes are statistically estimated within plus (+) or minus (-) 18.64 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 \$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 remainder is due before cutting begins.
- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 03/31/2014.

Sale Specific Conditions & Requirements

Sale Name: Canby Mix Sale Number: 52-125-09-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

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

2 - Timber Specifications

2.1 - Included Timber

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

Within Payment Unit(s) 1, 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.

3 - Payments

3.3 - Pre-measured Sales

3.3.4 - Dividing payment units (12/08)

Payment unit(s) 1 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.

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

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 3 days in advance to schedule the conference.

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.

5.2.2 - 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.

5.2.22 - Operating Caution

5.2.22.1 - Operating caution (12/04)

It is recommended, but not required, that within Payment Unit(s) 1, cutting, skidding, and hauling occur during dry summer or frozen winter conditions. This restriction is because of wet soils.

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.

5.4.5 - Soil caution (11/04)

Care must be taken to minimize soil damage due to the wet soils.

5.8 - Protection of Endangered Species

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.

Section Name: Sale Specific Current as of 6/20/2011 3:45:42PM

Michigan Department of Natural Resources - Forest, Mineral & Fire Management TIMBER SALE MAP

This information is provided by authority of Part 525 of Act 451, PA 1994, as amended.

SALE NUMBER YEAR 52-125-09-01

Density

09

FOREST MANAGEMENT UNIT Gaylord Management Unit

COUNTY Emmet MAPPED BY Harig CRUISED BY Contractors

DATE 5/8/2009

TOWNSHIP 3.7N

F = Spruce Fir

PU# ACRES

, 29

G = Grass

RANGE 05W

SECTION(S) AND SUBDIVISION(S)

P = Lowland Poplar

22: N1/2NW. SENW

SCALE 1:15,840

PAGE:

4000	400	2000	100	2.35.25
200		112	E 1	.4.4
200		42	 L 2	4.7

A = Aspen	H = Hemlock
B = Paper Birch	J = Jack Pine
C = Cedar	L = Lowland Bru

E = Swamp Hdwoods M = Mpl, Bch, Brch

N = Marsh

O = Oak

R = Red Pine S = Black Spruce T = Tamarack U = Upland Brush

V = Bog or Marsh Q = Mixed Swamp Cnfr W = White Pine

X = Non Stocked Z = Water

2 = Seedling Sapling Medium 3 = Seedling Sapling Well

1 = Seedling Sapling Poor

5 = Pole Timber Medium 6 = Pole Timber Well

7 = Saw Timber Poor

8 = Saw Timber Medium

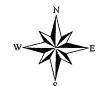
4 = Pole Timber Poor

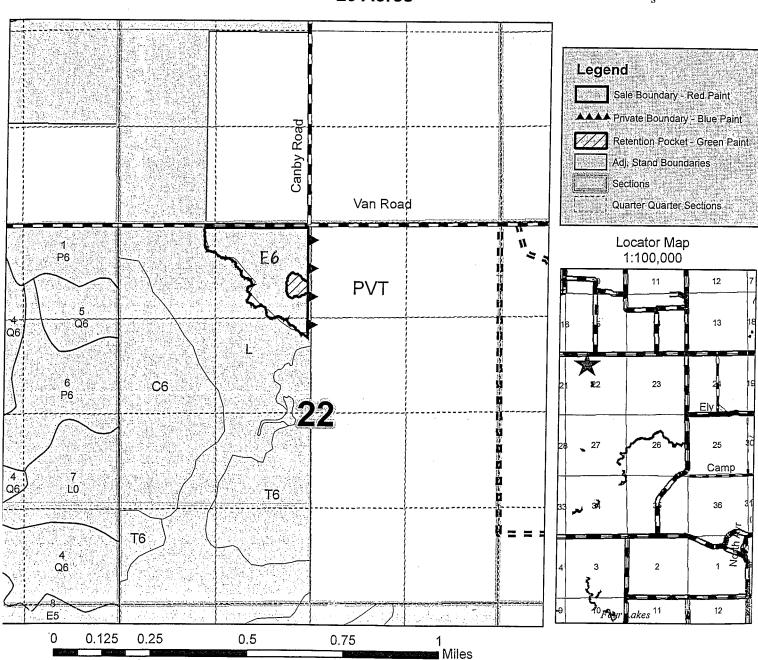
0 = Non Stocked

9 = Saw Timber Well

Canby Mix

Emmet County Compartment 117 29 Acres





BID FORM

STONEY CREEK ASPEN (52-118-10-01)

T34N, R01W, SEC.01; T35N, R01W, SEC.34; T35N, R01W, SEC.35; CHEBOYGAN COUNTY

In response to the notice of sale to be held 3:00PM on August 16, 2011, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

PRODUCTS & SPECIES	ESTIMATED VOLUME*	ADVERTISED PRICE	BID PRICE
Sawlogs			
B. T. Aspen	105.00 MBF	\$ 73.00 / MBF	\$ / MBF
Pulpwood			
B. T. Aspen	526.00 Cords	\$ 14.80 / Cord	\$ / Cord
Red Maple	405.00 Cords	\$ 7.40 / Cord	\$ / Cord

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$2,534.45:

PRODUCTS & SPECIES	ESTIMATED	VOLUME*	ADVERTISED PRI	
Sawlogs				
Red Oak	6.00	MBF	\$	169.00 / MBF
Pulpwood				
Balsam Fir	51.00	Cords	\$	3.25 / Cord
Basswood	80.00	Cords	\$	6.05 / Cord
Beech	32.00	Cords	\$	15.50 / Cord
Paper Birch	63.00	Cords	\$	4.50 / Cord
Red Oak	4.00	Cords	\$	14.55 / Cord
White Ash	3.00	Cords	\$	11.00 / Cord

^{*}The volumes are statistically estimated within plus (+) or minus (-) 12.92 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.

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 NUMBE	ER:				
	Company or individual bidding:							
	Company representative's name:							
	Address:							
	City:	State:	Zip:					
= AVAIL	ABLE, PLEASE PLACE THE PERS	ONALIZED LABEL	FROM YOUR PROS	SPECTUS IN THE ABOVE BOX.				
ndividual	or company representative's signa	ture:		Date:				
hone nu	ımber :	E	Email (optional):					



Title

Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

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

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

VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber sale contract. In addition, if boxes 2B or 2C are checked, then Notice of Exclusion or Certificate of Insurance must be submitted within 21 days of the contract award and prior to the issuance of the timber sale contract. All Information must be typed or printed except for written signatures. Please Check Appropriate Categories:

1.	My business is organized as (you must check <u>one</u> of the boxes below): A. ☐ Sole Proprietorship (individual) B. ☐ Partnership					
_	C. Corporation					
2.	 You must check <u>one</u> of the boxes below: A. I certify that my business is a sole proprietorship and it has Worker's Compensation Laws. 	no employees but the sole proprietor. I am not subject to the				
		e Worker's Compensation Act through the use of an approved copy of the Notice of Exclusion within 21 days of the contract II the Worker's Compensation Bureau at 517-322-1195).				
	C. I certify that my business has a Worker's Compensation Podays of the contract award.	licy. I will provide an original Certificate of Insurance within 21				
3.	 If you have checked item 2(A) or 2(B), you must indicate the than yourself, including family members and active partners (item) 					
	Full-time Employees	Part-time Employees				
Vam	Name of Business Fed	leral ID (or) Social Security No.				
٩ddr	Address Tel-	ephone)				
City	City State ZIP					
	hereby certify that the above information is true and correct. I a occur in factors affecting my coverage during any of my present a					
S	Signature of Owner or Authorized Representative					

Date

TIMBER SALE / SEALED BID STATE OF MICHIGAN / DNR

BID FORM

EFFICIENT HARDWOOD (52-133-10-01) T36N, R06W, SEC.12; EMMET COUNTY

In response to the notice of sale to be held 3:00PM on August 16, 2011, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

PRODUCTS & SPECIES	ESTIMATED	VOLUME*	AD\	<u>/ERTISED PRICE</u>	BID PRICE		
Sawlogs							
Sugar Maple	10.00	MBF	\$	362.00 / MBF	\$	_ / MBF	
Pulpwood							
Beech	92.00	Cords	\$	15.50 / Cord	\$	_ / Cord	
Sugar Maple	121.00	Cords	\$	5.50 / Cord	\$	_ / Cord	
In addition, the successful bidder agree	es to purchase	the following specie	es at the	e indicated advertised	price for a total va	lue of \$704.25 :	
PRODUCTS & SPECIES	ESTIMATED	VOLUME*	<u>AD</u> V	ERTISED PRICE			
Sawlogs	'-						
Basswood	5.00	MBF	\$	73.00 / MBF			
Beech	4.00	MBF	\$	61.00 / MBF			
Pulpwood							
Basswood	15.00	Cords	\$	6.35 / Cord			
*The volumes are statistically estimate	d within plus (+) or minus (-) 21.84	percer	nt. These estimated v	olumes are final a	nd not subject to	
adjustment. Prospective bidders are u			-			-	
I understand that any or all bids may be	e reiected. All	bids must be signed	d and a	Il bid items must be bid	I or the bid form m	nav be reiected. I	also
understand that consideration and awa	•	•					
equipment and staffing subject to my c	•	it will be based apo	y P	aot performance and a	bility to complete	are contract bace	a apon
equipment and stanning subject to my c	Ontroi.						
FEDERAL ID:		or SOCIAL SECUR	ITY NU	JMBER:			
Company or individual biddi	ng:						
Company representative's n	ame:						

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

_____ State:_____ Zip:____

Address:

Individual or company representative's signature:		Date:	
Phone number:	Email (ontional):		



Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

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

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

days of the contract award.

VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber sale contract. In addition, if boxes 2B or 2C are checked, then Notice of Exclusion or Certificate of Insurance must be submitted within 21 days of the contract award and prior to the issuance of the timber sale contract. All Information must be typed or printed except for written signatures. Please Check Appropriate Categories: 1. My business is organized as (you **must** check <u>one</u> 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 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

3.	If you have checked item 2(A) or 2(B), you must indicate the number of both full-time and part-time employees,	other
	than yourself, including family members and active partners (if none, you must enter "0").	

Full-time Employees

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

Name of Business		Federal ID (or) Social Security No.	
Address		Telephone	
		()	
City	State	ZIP	

I hereby certify that the above information is true and correct. I agree to notify the Michigan DNRE 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	

Part-time Employees

BID FORM

CANBY MIX (52-125-09-01) T37N, R05W, SEC.22; EMMET COUNTY

In response to the notice of sale to be held 3:00PM on August 16, 2011, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

PRODUCTS & SPECIES	ESTIMATED	VOLUME*	ADV	'ERTISED PRICE	BID PR	<u>ICE</u>
Pulpwood						
Black Ash	46.00	Cords	\$	5.15 / Cord	\$	/ Cord
Black Spruce	56.00	Cords	\$	2.50 / Cord	\$	/ Cord
N. W. Cedar	47.00	Cords	\$	9.65 / Cord	\$	/ Cord
Paper Birch	75.00	Cords	\$	5.15 / Cord	\$	/ Cord
Q. Aspen	74.00	Cords	\$	6.10 / Cord	\$	/ Cord

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$97.70:

PRODUCTS & SPECIES	ESTIMATED VOLUME*	<u>AD</u>	ADVERTISED PRICE		
Pulpwood					
Balsam Fir	33.00 Cords	\$	2.30 / Cord		
Red Maple	4.00 Cords	\$	5.45 / Cord		

^{*}The volumes are statistically estimated within plus (+) or minus (-) 18.64 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.

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

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



Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

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

As required by Act 317, P.A. 1969 (Worker's Compensation) and

Signature of Owner or Authorized Representative

Title

Part 525 of Act 451 of 1994, as amended. VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber sale contract. In addition, if boxes 2B or 2C are checked, then Notice of Exclusion or Certificate of Insurance must be submitted within 21 days of the contract award and prior to the issuance of the timber sale contract. All Information must be typed or printed except for written signatures. Please Check Appropriate Categories: 1. My business is organized as (you **must** check <u>one</u> 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. 3. If you have checked item 2(A) or 2(B), you **must** indicate the number of **both** full-time and part-time employees, other than yourself, including family members and active partners (if none, you must enter "0"). Full-time Employees Part-time Employees Name of Business Federal ID (or) Social Security No. Address Telephone City State ZIP I hereby certify that the above information is true and correct. I agree to notify the Michigan DNRE of any changes that occur in factors affecting my coverage during any of my present and future operations.

Date