



**DEPARTMENT OF NATURAL RESOURCES AND ENVIRONMENT  
STATE OF MICHIGAN**

**TIMBER SALE PROSPECTUS (4454)**

SCHEDULED SALE DATE AND TIME: **10:00AM on August 23, 2011.**

LOCATION: **SHINGLETON MGMT UNIT, PO BOX 67 M-28 WEST, SHINGLETON, MI 49884.**

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, **SHINGLETON MANAGEMENT UNIT**, for certain timber on the following described lands:

INDIAN LAKE PARK CHIPS (41-621-11-01) / T41N, R16W, SEC.06, W1/2SW, SESW.

T41N, R16W, SEC.07, NWNW.

SCHOOLCRAFT COUNTY (Advertised Price \$5,526.45), 53.0 Acres

SALE NOTE: This sale is located within Indian Lake State Park. Work will be limited to 9/6/2011 to 3/1/2012, There will be no extensions.

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

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

Bids must be received by the Unit Manager, SHINGLETON OFFICE, PO BOX 67 M-28 WEST, SHINGLETON, MI 49884, no later than 10:00AM on August 23, 2011. For further information concerning this sale, contact Robert Burnham at 906-452-6227.

### 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](http://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

INDIAN LAKE PARK CHIPS (41-621-11-01)  
T41N, R16W, SEC.06; T41N, R16W, SEC.07.  
SCHOOLCRAFT COUNTY (Advertised Price \$5,526.45)

SALE NOTE: This sale is located within Indian Lake Sated Park. Work will be limited to 9/6/2011 to 3/1/2012, There will be no extensions.

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:

| <u>PRODUCTS &amp; SPECIES</u> | <u>ESTIMATED VOLUME*</u> | <u>ADVERTISED PRICE</u> |
|-------------------------------|--------------------------|-------------------------|
| Sawlogs                       |                          |                         |
| Sugar Maple                   | 0.60 MBF                 | \$ 594.00 / MBF         |
| Pulpwood                      |                          |                         |
| Beech                         | 261.00 Cords             | \$ 7.60 / Cord          |
| Mixed Hardwood                | 171.00 Cords             | \$ 13.50 / Cord         |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$877.95:

| <u>PRODUCTS &amp; SPECIES</u> | <u>ESTIMATED VOLUME*</u> | <u>ADVERTISED PRICE</u> |
|-------------------------------|--------------------------|-------------------------|
| Sawlogs                       |                          |                         |
| Beech                         | 2.90 MBF                 | \$ 31.00 / MBF          |
| Black Cherry                  | 1.80 MBF                 | \$ 191.00 / MBF         |
| Paper Birch                   | 1.50 MBF                 | \$ 127.00 / MBF         |
| Red Maple                     | 0.10 MBF                 | \$ 97.00 / MBF          |
| Pulpwood                      |                          |                         |
| Mixed Aspen                   | 12.00 Cords              | \$ 18.90 / Cord         |
| Mixed Softwood                | 1.00 Cords               | \$ 17.25 / Cord         |

\*The volumes are statistically estimated within plus (+) or minus (-) 10.67 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 **\$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                  | 40%                         |
| 02                  | 60%                         |
4. If no cutting takes place, the 10% down payment will not be refunded.
5. Operations on the contract issued will terminate on 03/31/2012.

## Sale Specific Conditions & Requirements

**Sale Name: Indian Lake Park Chips    Sale Number: 41-621-11-01**

### 1 - Sale Area

#### 1.2 - Boundaries

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

The sale boundary and payment unit boundaries are not marked and identified by a paint line on the ground. They are shown on the sale map and include all trees 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 and 2, all trees are designated for cutting when marked with orange or blue paint above and below stump height, regardless of merchantability. All trees that are marked must be cut and utilized.

##### 2.1.11 - Description of timber note (2/04)

Note that mixed hardwood pulpwood volume includes a fairly even mixture of paper birch, sugar maple, and black cherry.

Also, Park staff cut and piled approximately 10 cords of wood in the spring of 2011. This wood must be purchased and hauled away at designated contract prices. Wood may not be removed until it is scaled by sale administrator. Purchaser will pay for the actual volume scaled.

#### 2.2 - Utilization

##### 2.2.2 - Chipping required (1/11)

Payment Units 1 and 2 must be chip harvested. The purchaser has the option to produce sawlogs or pulpwood bolts, but the remaining portion of the trees must be chipped and hauled. Products may be produced as roundwood and forwarded to decking areas in final product length, but the tops must be left intact and skidded to the landing for chipping in order to minimize the amount of residual slash left in Indian Lake State Park. All tops and slash from designated marked trees must be chipped. All dead wood located within the sale area that lies on the forest floor may also be processed and hauled away.

##### 2.2.3 - Stump heights (4/07)

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

##### 2.2.8 - Utilization and removal (2/11)

All products meeting standards set forth in 2.2 Utilization must be removed from the sale area. All products not meeting standards set forth in 2.2 Utilization must also be removed from the sale area, e.g. tops.

##### 2.2.11 - Chipping restriction (2/11)

If chipping occurs on this sale, then woody debris within the sale area present on the ground at the start of the sale may be chipped.

### 3 - Payments

#### 3.6 - Payment Unit Cutting Schedule

##### 3.6.1 - Order of cutting (1/09)

Payment Units shall be cut in numerical order.

### 4 - Transportation

#### 4.1 - Construction

##### 4.1.12 - No new roads (6/10)

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

#### 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 5 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

###### 5.2.1.2 - Slash Removal

###### 5.2.1.2.6 - Slash removal, general (7/05)

All slash must be removed from the sale area.

###### 5.2.1.14 - Chipping of slash (10/08)

If tops are chipped, they must be skidded to the landing separately from the bole section of the tree. Skidding of tops must be done in such a way as to minimize damage to the residual trees.

##### 5.2.3 - Operating Restrictions

###### 5.2.3.1 - Operating restrictions (12/08)

Within Payment Unit(s) 1 and 2, unless changed by written agreement, cutting, skidding, and hauling are limited to the period of 9/6/2011 to 3/1/2012. This restriction is because the park will be closed during this time and harvesting must be completed prior to the 2012 camping season.

###### 5.2.3.9 - Beech hauling restriction (3/11)

American beech wood products with bark still attached, other than chips, are not to be transported from stands infested with beech scale 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](http://www.michigan.gov/dnr).)

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

Landing areas are marked on the timber sale map with the letter "L". Landings must be confined to these designated sites unless otherwise authorized by the Unit Manager or his/her representative.

###### 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 skid trails which is 6 inches or greater in depth and 50 feet in length. No rutting will be permitted within designated campsites or roads. Any rutting that occurs in designated campsites or roads will be fixed by the purchaser. 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.

## 5.5 - Protection of Improvements

### 5.5.3 - Protection of improvements detail (8/04)

The following are specific protection measures for this sale. Do not damage any park improvements. Improvements may include, but are not limited to, campsite posts, electrical boxes, gates, picnic tables, outhouses, water pumps, buildings, signs, fire rings, bridges, and playground equipment. The purchaser will pay replacement costs, according to Indian Lake State park specifications, for any damage that occurs to these items or other items that exist within the park.

## 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.

## 7 - Other Conditions

### 7.2 - Extensions

#### 7.2.2 - No extensions (3/09)

There will be no extensions granted on this contract. The purpose of this sale is to remove hazard trees from Indian Lake State Park prior to the 2012 camping season.

### 7.3 - Contract Modifications

#### 7.3.1 - Emerald Ash Borer

##### 7.3.1.2 - Emerald ash borer, ash or firewood on sale (2/05)

There is ash and/or "firewood" in this sale and it is located within an emerald ash borer quarantined area. The Director of the Michigan Department of Agriculture (MDA) by the authority of Act No. 72 of the Public Acts of 1945, as amended, and Quarantine Regulation No. 620, has promulgated this quarantine to prevent the further spread of this pest and sets forth: definitions, regulated articles, regulated areas, conditions of movement, violations and penalties, and special exemptions. The purchaser must comply with this quarantine. Contact the MDA for further information.

### 7.10 - Certified Timber

#### 7.10.1 - Non-certified timber (12/05)

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 are managed as a State Park.





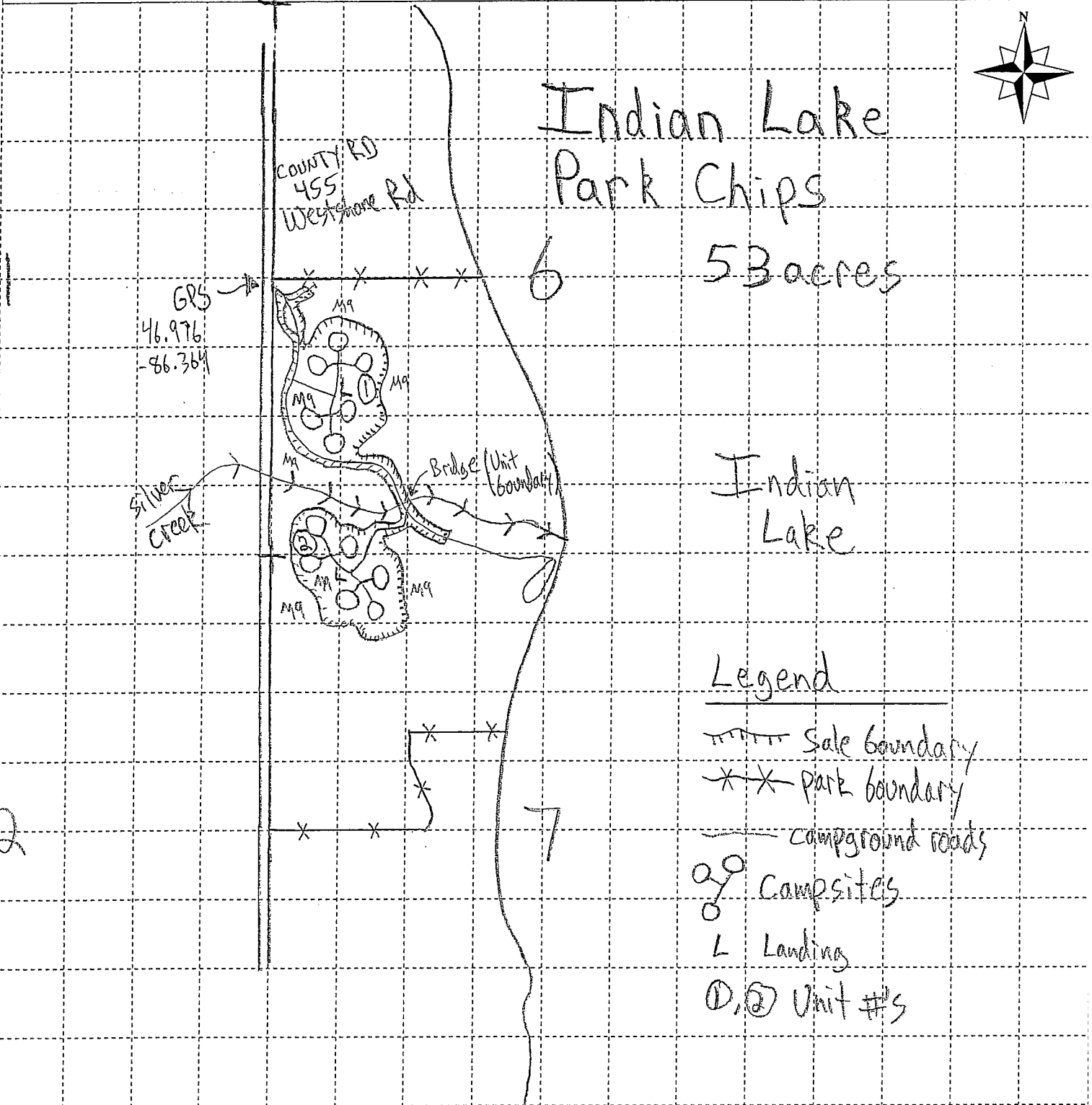
# TIMBER SALE MAP

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

621 11

|   |                     |   |                              |                                |                  |                |
|---|---------------------|---|------------------------------|--------------------------------|------------------|----------------|
| Forest Management Unit<br><b>Shingleton</b> |                     | County<br><b>Schoolcraft</b>  | Mapped By<br><b>Petrelus</b> | Date<br><b>4-18-11</b>         | Page<br><b>1</b> | of<br><b>1</b> |
| Township<br><b>41N</b>                      | Range<br><b>16W</b> | Section(s) and Subdivision(s)<br><b>6: W1/2SW, SESW<br/>7: N1/2NW</b> |                              | Scale:  ... 4" .....  = 1 mile |                  |                |

| Cover Type        |                    |                      |                  | Density                     |                        |
|-------------------|--------------------|----------------------|------------------|-----------------------------|------------------------|
| A = Aspen         | G = Grass          | O = Oak              | U = Upland Brush | 0 = Non Stocked             | 5 = Pole Timber Medium |
| B = Paper Birch   | H = Hemlock        | P = Lowland Poplar   | V = Bog or Marsh | 1 = Seedling Sapling Poor   | 6 = Pole Timber Well   |
| C = Cedar         | J = Jack Pine      | Q = Mixed Swamp Cnfr | W = White Pine   | 2 = Seedling Sapling Medium | 7 = Saw Timber Poor    |
| D = Tread Bog     | L = Lowland Brush  | R = Red Pine         | X = Non Stocked  | 3 = Seedling Sapling Well   | 8 = Saw Timber Medium  |
| E = Swamp Hdwoods | M = Mpl, Bch, Brch | S = Black Spruce     | Z = Water        | 4 = Pole Timber Poor        | 9 = Saw Timber Well    |
| F = Spruce Fir    | N = Marsh          | T = Tamarack         |                  |                             |                        |





INDIAN LAKE PARK CHIPS (41-621-11-01)  
T41N, R16W, SEC.06; T41N, R16W, SEC.07; SCHOOLCRAFT COUNTY

In response to the notice of sale to be held 10:00AM on August 23, 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.

| <u>PRODUCTS &amp; SPECIES</u> | <u>ESTIMATED VOLUME*</u> | <u>ADVERTISED PRICE</u> | <u>BID PRICE</u> |
|-------------------------------|--------------------------|-------------------------|------------------|
| Sawlogs                       |                          |                         |                  |
| Sugar Maple                   | 0.60 MBF                 | \$ 594.00 / MBF         | \$ _____ / MBF   |
| Pulpwood                      |                          |                         |                  |
| Beech                         | 261.00 Cords             | \$ 7.60 / Cord          | \$ _____ / Cord  |
| Mixed Hardwood                | 171.00 Cords             | \$ 13.50 / Cord         | \$ _____ / Cord  |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$877.95 :

| <u>PRODUCTS &amp; SPECIES</u> | <u>ESTIMATED VOLUME*</u> | <u>ADVERTISED PRICE</u> |
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| Sawlogs                       |                          |                         |
| Beech                         | 2.90 MBF                 | \$ 31.00 / MBF          |
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| Paper Birch                   | 1.50 MBF                 | \$ 127.00 / MBF         |
| Red Maple                     | 0.10 MBF                 | \$ 97.00 / MBF          |
| Pulpwood                      |                          |                         |
| Mixed Aspen                   | 12.00 Cords              | \$ 18.90 / Cord         |
| Mixed Softwood                | 1.00 Cords               | \$ 17.25 / Cord         |

\*The volumes are statistically estimated within plus (+) or minus (-) 10.67 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 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): \_\_\_\_\_



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

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

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

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

- This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber 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 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 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<br>(       )              |  |
| 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