

DEPARTMENT OF NATURAL RESOURCES STATE OF MICHIGAN

TIMBER SALE PROSPECTUS #4804

SCHEDULED SALE DATE AND TIME: 9:00 a.m. (local time) on December 13, 2012. LOCATION: PIGEON RIVER COUNTRY MGMT UNIT, 9966 TWIN LAKES RD, VANDERBILT, MI 49795.

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, PIGEON RIVER COUNTRY MANAGEMENT UNIT, for certain timber on the following described lands:

MARSH VIEW ASPEN (53-012-12-01) / T33N, R01E, SEC. 17, SW1/4, SE1/4. Cheboygan County, Advertised Price \$45,290.90, 60.0 Acres

SALE NOTE: Contact the Pigeon River Field Office, 989-983-4101, for access through gate.

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.

SHOMER ASPINE (53-013-12-01) / T33N, R01E, SEC. 16, E1/2 OF SW1/4. T33N, R01E, SEC. 16, SE/NE,N1/2 OF SE1/4,.

Cheboygan County, Advertised Price \$15,449.30, 42.0 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.

MCMASTERS ASPEN (53-014-12-01) / T33N, R01W, SEC. 12, SW/SW. T33N, R01W, SEC. 13, NW1/4.

Cheboygan County, Advertised Price \$11,032.73, 32.0 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. 10/18/2012):

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

Bids must be received by the Unit Manager, PIGEON RIVER COUNTRY OFFICE, 9966 TWIN LAKES RD, VANDERBILT, MI 49795, no later than 9:00 a.m. (local time) on December 13, 2012. For further information concerning this sale, contact Scott Whitcomb at 989-983-4101.

2. Bidder's Qualifications (2/12)

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

3. Preparation of Sealed Bids (1/11)

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

4. Submission of Sealed Bids (6/11)

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

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

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

6. Award of Contract (1/11)

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

7. Down Payment (1/11)

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

8. Performance Security (1/11)

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

9. Timber Sale Contract (10/12)

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

the included timber by the termination date.

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

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

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

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

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

KEITH CREAGH
Director

TIMBER SALE INFORMATION

MARSH VIEW ASPEN (53-012-12-01)

T33N, R01E, SEC. 17.

Cheboygan County (Advertised Price \$45,290.90)

SALE NOTE: Contact the Pigeon River Field Office, 989-983-4101, for access through gate.

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

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

PRODUCTS & SPECIES	ESTIMATED UNITS*	<u>AD\</u>	/ERTISED PRICE
Sawlogs			
Mixed Aspen	215.00 MBF	\$	66.00 / MBF
Red Pine	89.00 MBF	\$	140.00 / MBF
Pulpwood			
Mixed Aspen	542.00 Cords	\$	17.30 / Cord
Red Maple	333.00 Cords	\$	16.15 / Cord

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$3,886.35:

PRODUCTS & SPECIES	ESTIMATED UNITS*	ADV	ERTISED PRICE
Pulpwood			
Mixed Softwood	71.00 Cords	\$	19.15 / Cord
Paper Birch	22.00 Cords	\$	15.00 / Cord
Red Pine	41.00 Cords	\$	51.90 / Cord
White Pine	8.00 Cords	\$	8.60 / Cord

^{*} The total volume is statistically estimated within plus (+) or minus (-) 12.51 percent. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.

BOND AND PAYMENT SCHEDULE:

- 1. A bond in the amount of \$3,000.00 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	50%
02	50%

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 12/31/2015.

Sale Specific Conditions & Requirements

Sale Name: Marsh View Aspen Sale Number: 53-012-12-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

The sale boundary is marked and identified by red paint.

2 - Timber Specifications

2.1 - Included Timber

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

Within Payment Unit(s) 1 and 2, 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 except, do not cut White Pine (16" or greater at breast height), Oak or any trees marked with green paint.

2.2 - Utilization

2.2.8 - Utilization and removal (2/11)

Retain on site no less than 1/6 to 1/3 of the slash from harvested trees (tree tops and limbs less than four inches in diameter).

3 - Payments

3.3 - Pre-measured Sales

3.3.4 - Dividing payment units (12/08)

Payment unit(s) 1 and 2 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.

4.1.6 - 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 (10/11)

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 of stumps and logs covered with earth. Temporary berms may be required if no sale activity occurs for 30 or more consecutive days.

4.1.11 - Permits (2/12)

The Purchaser will secure any necessary County Road hauling permits that may be required. Clute Road does have permanent weight restrictions and does require a permit.

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.

4.4 - Access

4.4.3 - Access gate (12/08)

The access gate must be locked at the completion of each day unless otherwise approved by the Unit Manager or his/her representative.

5 - Operations

5.1 - Notification

5.1.1 - Pre-sale conference (10/11)

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. Adequate notice should be given to the sale administrator to schedule such a meeting.

5.1.4 - Post-sale conference (6/11)

A post-sale conference on site between the Purchaser and sale administrator is required 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

5.2.2 - Hazard Trees/Snags

5.2.2.1 - Den trees (2/04)

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

5.2.3 - Operating Restrictions

5.2.3.1 - Operating restrictions (9/11)

Within Payment Unit(s) 1 and 2, unless changed by written agreement, cutting, skidding, and hauling are not permitted during the period of May 1 to July 1. This restriction is meant to try and limit the effects of heavy browsing.

5.2.4 - Dead and Down Creation

5.2.4.1 - Dead and down creation, marked trees (12/08)

All trees marked with a green"X" must be cut and left.

5.4 - Soil Protection

5.4.1 - Rutting restriction, general (1/09)

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

Section Name: Sale Specific Current as of 10/4/2012 11:09:11AM

Michigan Departme. Jf Natural Resources - Forest, Mineral & Fire Manag.

TIMBER SALE MAP

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

53-012-12-01

Sale Number

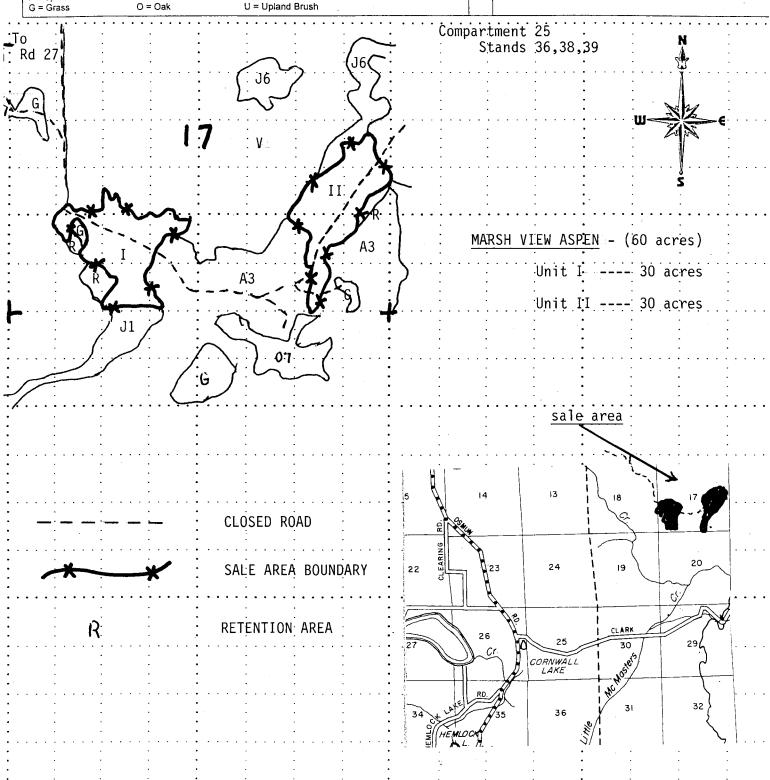
2012

Year

Date Page Forest Management Unit County Mapped By Rick McDonald of Cruised By Rick McDonald Pigeon River Country FMU Cheboygan 9/17/2012

Township Range Section(s) and Subdivision(s)

33N	1E (17)	SWł, SEł		4" =	1 mile
	Co	ver Type	De	ensity	
A = Aspen B = Paper Birch C = Cedar E = Swamp Hdwoods F = Spruce Fir	H = Hemlock J = Jack Pine L = Lowland Brush M = Mpl, Bch, Brch N = Marsh	P = Lowland Poplar Q = Mixed Swamp Cnfr R = Red Pine S = Black Spruce T = Tamarack	V = Bog or Marsh W = White Pine X = Non Stocked Z = Water	0 = Non Stocked 1 = Seedling Sapling Poor 2 = Seedling Sapling Medium 3 = Seedling Sapling Well 4 = Pole Timber Poor	5 = Pole Timber Medium 6 = Pole Timber Well 7 = Saw Timber Poor 8 = Saw Timber Medium 9 = Saw Timber Well



TIMBER SALE INFORMATION

SHOMER ASPINE (53-013-12-01)

T33N, R01E, SEC. 16.

Cheboygan County (Advertised Price \$15,449.30)

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

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

PRODUCTS & SPECIES	ESTIMATED UNITS*	AD\	/ERTISED PRICE
Sawlogs			
Mixed Aspen	51.00 MBF	\$	66.00 / MBF
Red Pine	11.00 MBF	\$	140.00 / MBF
White Pine	20.00 MBF	\$	82.00 / MBF
Pulpwood			
Jack Pine	103.00 Cords	\$	18.10 / Cord
Mixed Aspen	259.00 Cords	\$	17.35 / Cord

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$2,545.35:

PRODUCTS & SPECIES	ESTIMATED UNITS*	<u>ADV</u>	<u>'ERTISED PRICE</u>
Pulpwood			
Mixed Softwood	30.00 Cords	\$	19.15 / Cord
Red Maple	74.00 Cords	\$	16.15 / Cord
Red Pine	5.00 Cords	\$	51.95 / Cord
White Pine	60.00 Cords	\$	8.60 / Cord

^{*} The total volume is statistically estimated within plus (+) or minus (-) 18.35 percent. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.

BOND AND PAYMENT SCHEDULE:

- 1. A bond in the amount of \$1,000.00 to insure faithful performance of the conditions of the contract will be deposited by the successful bidder within 21 days of the sale award.
- 2. Cutting in any sale or unit without the required advance payment would be considered a trespass.
- 3. Total payment must be paid in advance or according to the following schedule:
 - (a) Ten percent (10%) of the sale value must be paid within 21 days of the sale award.
 - (b) The 10% down payment will be credited towards the first unit cut.
 - (c) Payment for each of the following units must be made before cutting begins in that unit:

PAYMENT UNIT NUMBER PERCENT OF TOTAL SALE VALUE 01 30%

01 30% 02 70%

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 12/31/2015.

Sale Specific Conditions & Requirements

Sale Name: Shomer Aspine Sale Number: 53-013-12-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

The sale boundary is marked and identified by red paint.

2 - Timber Specifications

2.1 - Included Timber

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

Within Payment Unit(s) 1 and 2, 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 except, do not cut Oak or any trees marked with green paint.

2.2 - Utilization

2.2.8 - Utilization and removal (2/11)

Retain on site no less than 1/6 to 1/3 of the slash from harvested trees (tree tops and limbs less than four inches in diameter).

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)

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 (10/11)

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 of stumps and logs covered with earth. Temporary berms may be required if no sale activity occurs for 30 or more consecutive days.

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 (10/11)

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. Adequate notice should be given to the sale administrator to schedule such a meeting.

5.1.4 - Post-sale conference (6/11)

A post-sale conference on site between the Purchaser and sale administrator is required 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

5.2.2 - Hazard Trees/Snags

5.2.2.1 - Den trees (2/04)

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

5.2.3 - Operating Restrictions

5.2.3.1 - Operating restrictions (9/11)

Within Payment Unit(s) 1 and 2, unless changed by written agreement, cutting, skidding, and hauling are not permitted during the period of May 1 to July 1. This restriction is meant to try and limit the effects of heavy browsing.

5.2.4 - Dead and Down Creation

5.2.4.1 - Dead and down creation, marked trees (12/08)

All trees marked with a green"X" must be cut and left.

5.4 - Soil Protection

5.4.1 - Rutting restriction, general (1/09)

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

Section Name: Sale Specific Current as of 9/21/2012 7:24:35AM



Michigan Departme... of Natural Resources - Forest, Mineral & Fire Manag.

TIMBER SALE MAP

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

Sale Number

53-013-12-01

Year 2012

Forest Management Unit County Date Mapped By Page of Rick McDonald Pigeon River Country FMU Cruised By Rick McDonald Cheboygan 9/18/2012 Township Range Section(s) and Subdivision(s) Scale 4" ...| = 1 mile 33N 01E (16) SE/NE, $N_{\frac{1}{2}}$ of SE $_{\frac{1}{4}}$, E $_{\frac{1}{2}}$ of SW $_{\frac{1}{4}}$ **Cover Type** Density H = Hemlock P = Lowland Poplar 5 = Pole Timber Medium 6 = Pole Timber Well A = Aspen V = Bog or Marsh 0 = Non Stocked B = Paper Birch J = Jack Pine Q = Mixed Swamp Cnfr W = White Pine 1 = Seedling Sapling Poor 2 = Seedling Sapling Medium
3 = Seedling Sapling Well C = Cedar L = Lowland Brush R = Red Pine X = Non Stocked 7 = Saw Timber Poor E = Swamp Hdwoods M = Mpl, Bch, Brch S = Black Spruce Z = Water 8 = Saw Timber Medium F = Spruce Fir N = Marsh T = Tamarack 4 = Pole Timber Poor 9 = Saw Timber Well G = Grass 0 = 0ak U = Upland Brush Compartment 25 Stands 5, 15 N ·W6 #Rd. 24 07 А3 **'n**9 (42 acres) Shomer Aspine À6 PVİ Unit I ---- 13 acres Q5 Unit II ---- 29 acres Black River A3 : sale area OPEN FOREST ROAD CLOSED ROAD ANADA 24 RIVER/STREAM RD 22 Oxbow Cr; SALE AREA BOUNDARY 25 SILVER L. 34 35

TIMBER SALE INFORMATION

MCMASTERS ASPEN (53-014-12-01)

T33N, R01W, SEC. 12; T33N, R01W, SEC. 13.

Cheboygan County (Advertised Price \$11,032.73)

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

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

PRODUCTS & SPECIES	ESTIMATED UNITS*	<u>ADV</u>	ERTISED PRICE
Pulpwood			
Balsam Fir	245.00 Cords	\$	9.30 / Cord
Q. Aspen	486.00 Cords	\$	15.70 / Cord

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$1,124.03:

PRODUCTS & SPECIES	ESTIMATED UNITS*	<u>ADV</u>	ERTISED PRICE
Sawlogs W. Spruce	22.00 MBF	\$	15.00 / MBF
Pulpwood Mixed Hardwood	28.00 Cords	\$	16.86 / Cord
N. W. Cedar	3.00 Cords	\$	16.75 / Cord
W. Spruce	26.00 Cords	\$	10.45 / Cord

^{*} The total volume is statistically estimated within plus (+) or minus (-) 13.34 percent. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.

BOND AND PAYMENT SCHEDULE:

- 1. A bond in the amount of **\$1,000.00** to insure faithful performance of the conditions of the contract will be deposited by the successful bidder within 21 days of the sale award.
- 2. Cutting in any sale or unit without the required advance payment would be considered a trespass.
- 3. Total payment must be paid in advance or according to the following schedule:
 - (a) Ten percent (10%) of the sale value must be paid within 21 days of the sale award.
 - (b) The remainder is due before cutting begins.
- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 06/30/2015.

Sale Specific Conditions & Requirements

Sale Name: Mcmasters Aspen Sale Number: 53-014-12-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

The sale boundary is marked and identified by red paint.

2 - Timber Specifications

2.1 - Included Timber

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

Within Payment Unit(s) 1, 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 except, do not cut any trees marked with green paint.

2.2 - Utilization

2.2.8 - Utilization and removal (2/11)

Retain on site no less than 1/6 to 1/3 of the slash from harvested trees (tree tops and limbs less than four inches in diameter).

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.

4.1.6 - 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 (10/11)

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 of stumps and logs covered with earth. Temporary berms may be required if no sale activity occurs for 30 or more consecutive days.

4.1.11 - Permits (2/12)

The Purchaser will secure any necessary county road hauling permits that may be required. There is a weight restriction for Clute Road which will require a permit to haul in excess of that restriction.

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 (10/11)

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. Adequate notice should be given to the sale administrator to schedule such a meeting.

5.1.4 - Post-sale conference (6/11)

A post-sale conference on site between the Purchaser and sale administrator is required 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

5.2.2 - Hazard Trees/Snags

5.2.2.1 - Den trees (2/04)

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

5.2.3 - Operating Restrictions

5.2.3.1 - Operating restrictions (9/11)

Within Payment Unit(s) 1, unless changed by written agreement, cutting, skidding, and hauling are not permitted during the period of May 1 to July 1. This restriction is meant to try and limit the effects of heavy browsing.

5.2.4 - Dead and Down Creation

5.2.4.1 - Dead and down creation, marked trees (12/08)

All trees marked with a green"X" must be cut and left.

5.4 - Soil Protection

5.4.1 - Rutting restriction, general (1/09)

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

Section Name: Sale Specific Current as of 9/21/2012 3:11:49PM

Michigan Departme

Natural Resources - Forest, Mineral & Fire Manage

TIMBER SALE MAP

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

Sale Number

Year 2012

Mapped By Rick McDonald Cruised By Rick McDonald Forest Management Unit County Date Page οf 9/21/2012 Pigeon River Country FMU <u>Cheboygan</u> Township Range Section(s) and Subdivision(s) Scale

4" ...| = 1 mile (12) SW/SW (13)NW4 33N 01W

> **Cover Type** 0 = Non Stocked

H = Hemlock P = Lowland Poplar A = Aspen

Q = Mixed Swamp Cnfr B = Paper Birch C = Cedar L = Lowland Brush R = Red Pine E = Swamp Hdwoods M = Mpl, Bch, Brch

S = Black Spruce F = Spruce Fir N = Marsh

J = Jack Pine

T = Tamarack

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

Z = Water

2 = Seedling Sapling Medium 3 = Seedling Sapling Well 4 = Pole Timber Poor

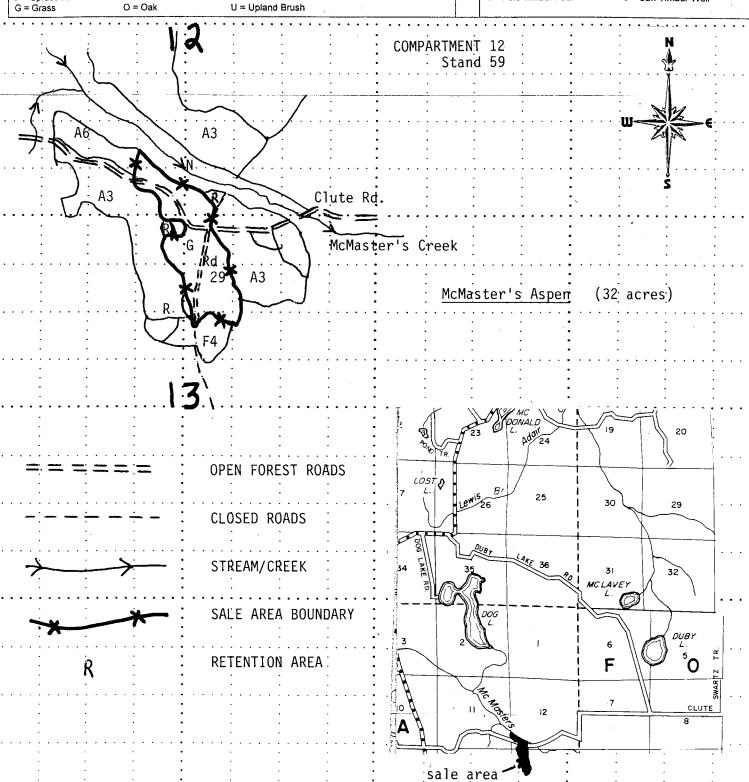
1 = Seedling Sapling Poor

Density 5 = Pole Timber Medium 6 = Pole Timber Well

539014-12-01

7 = Saw Timber Poor 8 = Saw Timber Medium

9 = Saw Timber Well



BID FORM

PIGEON RIVER COUNTRY MANAGEMENT UNIT
PIGEON RIVER COUNTRY OFFICE

MARSH VIEW ASPEN (53-012-12-01) T33N, R01E, SEC. 17, Cheboygan County

In response to the notice of sale to be held 9:00 a.m. (local time) on December 13, 2012, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

PRODUCTS & SPECIES	ESTIMATE	D UNITS*	AD\	/ERTISED PRICE	BID PRICE	Ξ.
Sawlogs						
Mixed Aspen	215.00	MBF	\$	66.00 / MBF	\$	/ MBF
Red Pine	89.00	MBF	\$	140.00 / MBF	\$	/ MBF
Pulpwood						
Mixed Aspen	542.00	Cords	\$	17.30 / Cord	\$	/ Cord
Red Maple	333.00	Cords	\$	16.15 / Cord	\$	/ Cord

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$3,886.35:

PRODUCTS & SPECIES	ESTIMATED UNITS*	AD\	/ERTISED PRICE
Pulpwood			
Mixed Softwood	71.00 Cords	\$	19.15 / Cord
Paper Birch	22.00 Cords	\$	15.00 / Cord
Red Pine	41.00 Cords	\$	51.90 / Cord
White Pine	8.00 Cords	\$	8.60 / Cord

^{*} The total volume is statistically estimated within plus (+) or minus (-) 12.51 percent. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.

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

	FEDERAL ID:	or SOCIAL SEC	URITY NUMBER:					
	Company or individual bidding:							
	Company representative's name:							
	Address:							
	City:	State:	_ Zip:					
F AVAIL	ABLE, PLEASE PLACE THE PERSO	NALIZED LABEL FROI	M YOUR PROSPECTUS IN T	HE ABOVE BOX.				
ndividual	I or company representative's signatur	re:		Date:				
hone nu	ımber :	Email	(optional):					



Title

Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

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

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

	VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE					
•	This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber 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.					
٠	All Information must be typed or printed except for written signatures.					
Ple	ease 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 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 En	nployees		Part-time Employees		
Nam	ne of Business		Federal ID (or) Social Security	No.		
Address			Telephone			
City		State	ZIP			
000	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

BID FORM

PIGEON RIVER COUNTRY MANAGEMENT UNIT
PIGEON RIVER COUNTRY OFFICE

SHOMER ASPINE (53-013-12-01) T33N, R01E, SEC. 16, Cheboygan County

In response to the notice of sale to be held 9:00 a.m. (local time) on December 13, 2012, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

PRODUCTS & SPECIES	ESTIMATEI	O UNITS*	AD\	/ERTISED PRICE	BID PI	RICE
Sawlogs						
Mixed Aspen	51.00	MBF	\$	66.00 / MBF	\$	/ MBF
Red Pine	11.00	MBF	\$	140.00 / MBF	\$	/ MBF
White Pine	20.00	MBF	\$	82.00 / MBF	\$	/ MBF
Pulpwood						
Jack Pine	103.00	Cords	\$	18.10 / Cord	\$	/ Cord
Mixed Aspen	259.00	Cords	\$	17.35 / Cord	\$	/ Cord

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$2,545.35:

PRODUCTS & SPECIES	ESTIMATED UNITS*	AD	ADVERTISED PRICE		
Pulpwood					
Mixed Softwood	30.00 Cords	\$	19.15 / Cord		
Red Maple	74.00 Cords	\$	16.15 / Cord		
Red Pine	5.00 Cords	\$	51.95 / Cord		
White Pine	60.00 Cords	\$	8.60 / Cord		

^{*} The total volume is statistically estimated within plus (+) or minus (-) 18.35 percent. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.

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

	FEDERAL ID:	or SOCI	IAL SECURITY 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	ual or company representative's signature: Date:				
Phone nu	hone number : Email (optional):				



Title

Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

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

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

	VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE					
•	This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber 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	r written si	gnatures.			
Ple	ease 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 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 mus than yourself, including family members and act					s, other
	Full-time Employees	ř.		-	Part-time Employees	i
Nam	e of Business		Federal ID	(or) Social Se	Security No.	
Address			Telephone ()		
City State ZIP						
000	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					
	THE STATE OF THE					

Date

PRODUCTS & SPECIES

Balsam Fir

Pulpwood

BID FORM

PIGEON RIVER COUNTRY MANAGEMENT UNIT
PIGEON RIVER COUNTRY OFFICE

BID PRICE

\$ / Cord

MCMASTERS ASPEN (53-014-12-01)

T33N, R01W, SEC. 12; T33N, R01W, SEC. 13, Cheboygan County

ADVERTISED PRICE

9.30 / Cord

In response to the notice of sale to be held 9:00 a.m. (local time) on December 13, 2012, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

ESTIMATED UNITS*

245.00 Cords

Q. As	spen	486.00	Cords	\$	15.70 / Cord	\$	/ Cord	
n additior	n, the successful bidder	agrees to purchase	the following	ς species at the	indicated advertis	ed price for a to	otal value of \$1,124	.03 :
PRODUC	TS & SPECIES	<u>ESTIMATEI</u>	O UNITS*	<u>ADVE</u>	RTISED PRICE			
Sawlogs								
W. Sı	oruce	22.00	MBF	\$	15.00 / MBF			
ulpwood								
Mixed	d Hardwood	28.00	Cords	\$	16.86 / Cord			
N. W.	. Cedar	3.00	Cords	\$	16.75 / Cord			
W. S	oruce	26.00	Cords	\$	10.45 / Cord			
	The total volume is statistically estimated within plus (+) or minus (-) 13.34 percent. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.							
understand that any or all bids may be rejected. All bids must be signed and all bid items must be bid or the bid form may be rejected. I also nderstand that consideration and awarding a contract will be based upon my past performance and ability to complete the contract based upon quipment and staffing subject to my control.								
ſ	FEDERAL ID:		or SOCIAL S	SECURITY NU	MBER:			

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

Company or individual bidding:_____

State:___

Company representative's name:_____

Address:

City:

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

Zip:



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:

Signature of Owner or Authorized Representative

Title

	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 of days of the contract award and prior to the issuance of the timber sale						
•	All Information must be typed or printed except for written signatures						
Ple	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 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 EmployeesPart-time Employees						
am	ame of Business Federal ID (or) Social Security No.						
.ddr	ddress Telephone ()						
ity	ity State ZIP	y State ZIP					
	hereby certify that the above information is true and correct. I agree to notify the Michigan DNRE of any changes that ccur in factors affecting my coverage during any of my present and future operations.						

Date