

DEPARTMENT OF NATURAL RESOURCES STATE OF MICHIGAN

TIMBER SALE PROSPECTUS #5672

SCHEDULED SALE DATE AND TIME: 3:30 p.m. (local time) on July 14, 2016. LOCATION: TRAVERSE CITY MGMT UNIT, 970 EMERSON, TRAVERSE CITY, MI 49696.

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, TRAVERSE CITY MANAGEMENT UNIT, for certain timber on the following described lands:

SCHARMAN WEAVE (61-040-16) / T26N, R09W, SEC. 18, E1/2SW NWSE.

Grand Traverse County, Advertised Price \$10,905.11, 57.2 Acres, Aspen, Jack Pine.

SALE NOTE: Tree length chipping required.

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.

WOOD DUCK PINE (61-042-15) / T27N, R09W, SEC. 36, N1/2SE SWNE N1/2SW S1/2NW. Grand Traverse County, Advertised Price \$65,776.70, 75.3 Acres, Hardwood, White Pine.

SALE NOTE: Units 3 and 4 require tree length harvest and chipping of tops and slash. Good quality pine in these units with potential poles. Units 1 and 2 require shortwood operation.

PILEATED PINE (61-076-15) / T26N, R09W, SEC. 01, N1/2NE1/4.

T27N, R09W, SEC. 36, S1/2SE1/4 NE1/4SE1/4.

Grand Traverse County, Advertised Price \$19,687.55, 53.5 Acres, Aspen, White Pine.

SALE NOTE: Marked thinning of mixed pine stand with removal of most aspen/jack pine and red maple. Shortwood job required.

BID INSTRUCTIONS (VER. 05/04/2016):

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

Bids must be received by the Unit Manager, TRAVERSE CITY OFFICE, 970 EMERSON, TRAVERSE CITY, MI 49696, no later than 3:30 p.m. (local time) on July 14, 2016. For further information concerning this sale, contact David Lemmien at 231-922-5280 extension 6840.

2. Bidder's Qualifications (5/16)

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, the 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 (5/16)

Bid Forms may be completed online thru Michigan DNR Timber Sale Online Bidding (OLB) at www.michigan.gov/timberbidding or by completing the hardcopy Bid Form found in the Timber Sale Prospectus. Hardcopy Bid Forms shall be manually signed in ink. Registration in OLB is considered your 'signature' for all bids submitted thru that system. Bid prices must be entered for each species and product in the Bid Price column for all material subject to bidding and all fill-in blanks must be completed. If erasures or other changes appear on the hardcopy Bid Form, each erasure or change must be initialed by the person signing the bid.

4. Submission of Sealed Bids (5/16)

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

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

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

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

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

6. Award of Contract (1/11)

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

7. Down Payment (1/11)

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

8. Performance Security (1/11)

As guarantee of faithful performance, a cash bond, certificate of deposit, surety bond or irrevocable letter of credit (LOC) is required within 21 days of the sale award. The amount of the performance security is shown in the Bond and

Payment Schedule of this prospectus. If an LOC or surety is used, the coverage must extend for at least 6 months beyond the contract expiration.

9. Timber Sale Contract (9/14)

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 expiration 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 (10/14)

Unless otherwise indicated in the contract under section 7 – Other Conditions of the Sale Specific Conditions & Requirements, the area encompassed by this timber sale is certified to the standards of the Forest Stewardship Council (FSC) - Certificate #SCS-FM/COC-00090N and the Sustainable Forestry Initiative (SFI) - Certificate #NSF-SFIS-5Y031-SF5. Forest products from this sale may be delivered to the mill as "FSC 100% and / or SFI certified" as long as the contractor hauling the forest products is chain-of-custody (COC) certified or covered under a COC certificate from the destination mill. The purchaser is responsible for maintaining COC after leaving the sale area.

DR. WILLIAM MORITZ Director

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TIMBER SALE INFORMATION

SCHARMAN WEAVE (61-040-16)

T26N, R09W, SEC. 18.
Grand Traverse County (Advertised Price \$10,905.11)

SALE NOTE: Tree length chipping required.

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.

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* | | ADVERTISED PRICE | |
|--------------------|------------------|-------|------------------|--------------|
| Sawtimber | | | | |
| Quaking Aspen | 9.60 | MBF | \$ | 81.00 / MBF |
| White Pine | 9.90 | MBF | \$ | 76.00 / MBF |
| Pulpwood | | | | |
| Jack Pine | 458.00 | Cords | \$ | 14.70 / Cord |
| Quaking Aspen | 70.70 | Cords | \$ | 21.15 / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$1,147.20:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | | ADVERTISED PRICE | |
|--------------------|-------------------------|----|------------------|--|
| Pulpwood | | | | |
| Black Cherry | 24.00 Cords | \$ | 12.20 / Cord | |
| Mixed Oak | 21.00 Cords | \$ | 7.50 / Cord | |
| White Pine | 46.00 Cords | \$ | 15.15 / Cord | |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 15.62 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 09/30/2018.

Sale Specific Conditions & Requirements

Sale Name: SCHARMAN WEAVE Sale Number: 61-040-16 Seq#: 1

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (1/14)

The sale boundary and Payment Unit boundaries are marked and identified by blue, red and/or yellow paint. Exterior sale boundary lines against private property are marked with blue paint. Exterior sale boundary lines against state are marked with red paint. Interior Payment Unit boundaries are marked with yellow/red paint.

2 - Timber Specifications

2.1 - Included Timber

2.1.1 - Clearcut unit(s) with unmerchantable trees (6/14)

Within Payment Unit(s) 1B, cut all trees that are two (2) inches or more at DBH. Special protection trees identified in accordance with condition 3.4.2, within clearcutting unit boundaries, are not Included Timber and are to be protected.

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

Within Payment Unit(s) 1A, cut all trees which meet minimum piece specifications in 2.2 Utilization, except do not cut any white pine 6" diameter or less when measured 4'6" above ground. Special protection trees identified in accordance with condition 3.4.2, within clearcutting unit boundaries, are not Included Timber and are to be protected.

2.2 - Utilization

2.2.2 - Chipping required (5/14)

Payment Unit 1B must be chip harvested to facilitate subsequent planting operations. The Purchaser has the option to produce sawlogs or pulpwood bolts, but the remaining portion of the trees must be chipped and hauled. Do not chip 1/6 to 1/3 of the slash from harvested trees (tree tops and limbs less than four inches in diameter) in Payment Unit 1A. The requirement to retain approximately 1/6 to 1/3 of tree tops and limbs less than four inches in diameter does not apply (G. C. & R. 2.2) in Payment Unit 1B. This is because slash will interfere with planting operations.

2.2.3 - Stump heights (4/07)

Stump heights within the Sale Area shall not exceed 6 inches for all trees. This is in order to facilitate planting operations.

2.2.4 - Skidding length (2/14)

Tree length skidding is required in Payment Unit 1B and is optional for Payment Unit 1A.

3 - Payments

3.4 - Damaged Timber

3.4.2 - Special Protection Trees (4/14)

The Purchaser shall not cut live or dead special protection trees within cutting units or clearings. Special protection trees are marked with green paint. If the Purchaser's operations have cut or damaged special protection trees through carelessness, the Purchaser shall pay \$30 as fixed, agreed and liquidated damages for each special protection tree cut or damaged. Such payment does not constitute ownership of the undesignated timber.

4 - Transportation

4.1 - Construction

4.1.8 - Road work (1) (8/07)

The following road work is optional: the forest road which has the horse trail on it will likely need improvement to allow truck access from Scharman Road. Some rock near the approach to the county road may be needed as the road is sandy. This road accesses a decent spot for a landing.

4.1.12 - No new roads (1/12)

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

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. 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 (6/11)

A post-sale conference on site between the Purchaser and sale administrator is required 3 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

5.2.2 - 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.

5.2.38 - No decking against live trees (2/04)

Cut products may not be decked against unmarked or designated leave trees.

5.2.40 - Pathway protection (10/10)

The North Country Trail is a hiking trail and is shown on the Timber Sale Map. A portion of Horseback Riding Trail is also Shown on the map. Do not cut any trees within a 20' zone on each side of both of these trails. 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.

6 - Safety and Fire Prevention

6.2 - Signing

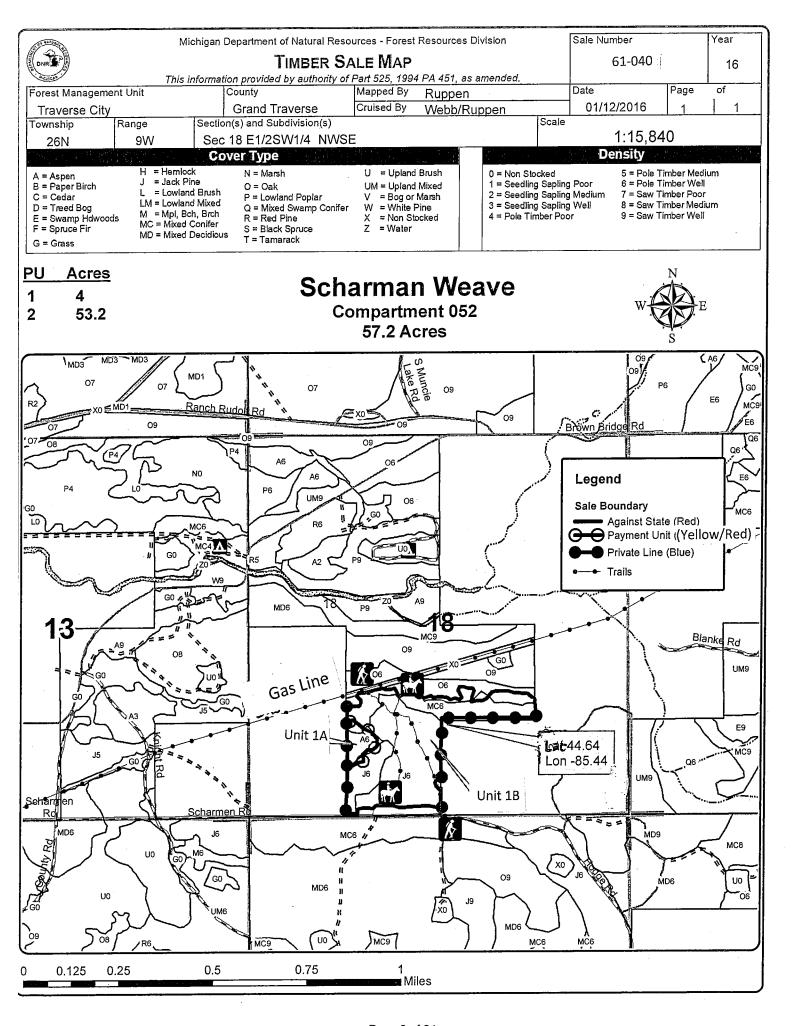
6.2.1 - Road posting (9/09)

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

6.2.3 - Recreational trail posting (2/10)

The Purchaser is responsible for posting and maintaining caution signs on the North Country Trail and the 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. The Purchaser will provide these signs.

Section Name: Sale Specific Current as of 6/2/2016 9:00:25AM



TIMBER SALE INFORMATION

WOOD DUCK PINE (61-042-15)

T27N, R09W, SEC. 36.

Grand Traverse County (Advertised Price \$65,776.70)

SALE NOTE: Units 3 and 4 require tree length harvest and chipping of tops and slash. Good quality pine in these units with potential poles. Units 1 and 2 require shortwood operation.

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 |
|--------------------|------------------|-------|------------|---------------|
| Sawtimber | | | | |
| Mixed Aspen | 52.30 | MBF | \$ | 86.00 / MBF |
| Red Pine | 153.00 | MBF | \$ | 159.00 / MBF |
| White Pine | 111.70 | MBF | \$ | 105.00 / MBF |
| Pulpwood | | | | |
| Mixed Aspen | 283.00 | Cords | \$ | 24.05 / Cord |
| Red Pine | 129.00 | Cords | \$ | 47.30 / Cord |
| White Pine | 433.00 | Cords | \$ | 18.65 / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$4,240.10:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | | <u>ADVI</u> | ERTISED PRICE |
|------------------------------------|-------------------------|-------|-------------|---------------|
| Sawtimber Red Maple Pulpwood | 7.80 | MBF | \$ | 137.00 / MBF |
| Jack Pine | 25.00 | Cords | \$ | 14.25 / Cord |
| Mixed Hardwood | 26.00 | Cords | \$ | 13.90 / Cord |
| Red Maple | 123.00 | Cords | \$ | 19.95 / Cord |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 12.39 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 \$3,300.00 to insure faithful performance of the conditions of the contract will be deposited by the successful bidder within 21 days of the sale award.
- 2. Cutting in any sale or unit without the required advance payment would be considered a trespass.
- 3. Total payment 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.
- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 09/30/2018.

Sale Specific Conditions & Requirements

Sale Name: WOOD DUCK PINE Sale Number: 61-042-15 Seq#: 1

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (1/14)

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 red/yellow paint. The painted boundary line trees are not Included Timber and are to be protected.

2 - Timber Specifications

2.1 - Included Timber

2.1.1 - Clearcut unit(s) with unmerchantable trees (6/14)

Within Payment Unit(s) #'s 3 and 4, cut all trees that are two (2) inches or more at DBH. Special protection trees identified in accordance with condition 3.4.2, within clearcutting unit boundaries, are not Included Timber and are to be protected.

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

Within Payment Unit(s) #'s 1 and 2, all trees are designated for cutting when marked with orange paint above and below stump height, regardless of merchantability. In addition in Payment Unit #1, cut all aspen, jack pine, and red maple and in Payment Unit # 2 cut all aspen and jack pine. Do not cut any green marked trees in either Payment Unit #1 or #2.

2.1.11 - Description of timber note (2/04)

Note that mixed hardwood pulp includes cherry, oak, basswood and ironwood.

2.2 - Utilization

2.2.2 - Chipping required (5/14)

Payment Unit #'s 3 and 4 must be chip harvested to facilitate subsequent planting operations. The Purchaser has the option to produce sawlogs, poles or pulpwood bolts, but the remaining portion of the trees must be chipped and hauled. The requirement to retain approximately 1/6 to 1/3 of tree tops and limbs less than four inches in diameter does not apply (G. C. & R. 2.2). This is because of the need for a debris free site for the trenching and planting operation.

2.2.3 - Stump heights (4/07)

Stump heights within Payment Unit(s) #'s 3 and 4 shall not exceed 6 inches for all trees. This is in order to facilitate planting operations.

2.2.4 - Skidding length (2/14)

Tree length skidding is required in Payment Unit #'s 3 and 4.

2.2.6 - Roundwood operation required (5/07)

The skidding of whole trees or tree segments with limbs attached is prohibited within Payment Unit(s) #'s 1 and 2. All products must be produced as roundwood and forwarded to existing roads or landing areas in final product length.

3 - Payments

3.4 - Damaged Timber

3.4.2 - Special Protection Trees (4/14)

The Purchaser shall not cut live or dead special protection trees within cutting units or clearings. Special protection trees are marked with green paint. If the Purchaser's operations have cut or damaged special protection trees through carelessness, the Purchaser shall pay \$30 as fixed, agreed and liquidated damages for each special protection tree cut or damaged. Such payment does not constitute ownership of the undesignated timber.

4 - Transportation

4.1 - Construction

4.1.12 - No new roads (1/12)

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

4.2 - Maintenance

4.2.5 - Two wheel drive condition (2/04)

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

5 - Operations

5.1 - Notification

5.1.1 - Pre-sale conference (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. 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 (6/11)

A post-sale conference on site between the Purchaser and sale administrator is required 3 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

5.2.2 - 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.

5.2.38 - 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.

5.4.4 - Slope protection (5/15)

Skid trails and roads on slopes shall be water barred with slash, stumps, and/or clean straw bales native to the area as soon as use is complete to prevent erosion.

5.4.7 - Rutting restriction, Riparian Management Zone (RMZ) (1/09)

Payment Unit #2 is a slope above a low wet area. 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 25 feet in length. The Unit Manager or his/her representative may restrict hauling and/or skidding if ruts exceed the specified depth. With the Unit Manager or his/her representative's approval, the Purchaser may return to the area when the risk of rutting has decreased.

5.8 - Protection of Endangered Species

5.8.5 - Protection of raptor nests (3/13)

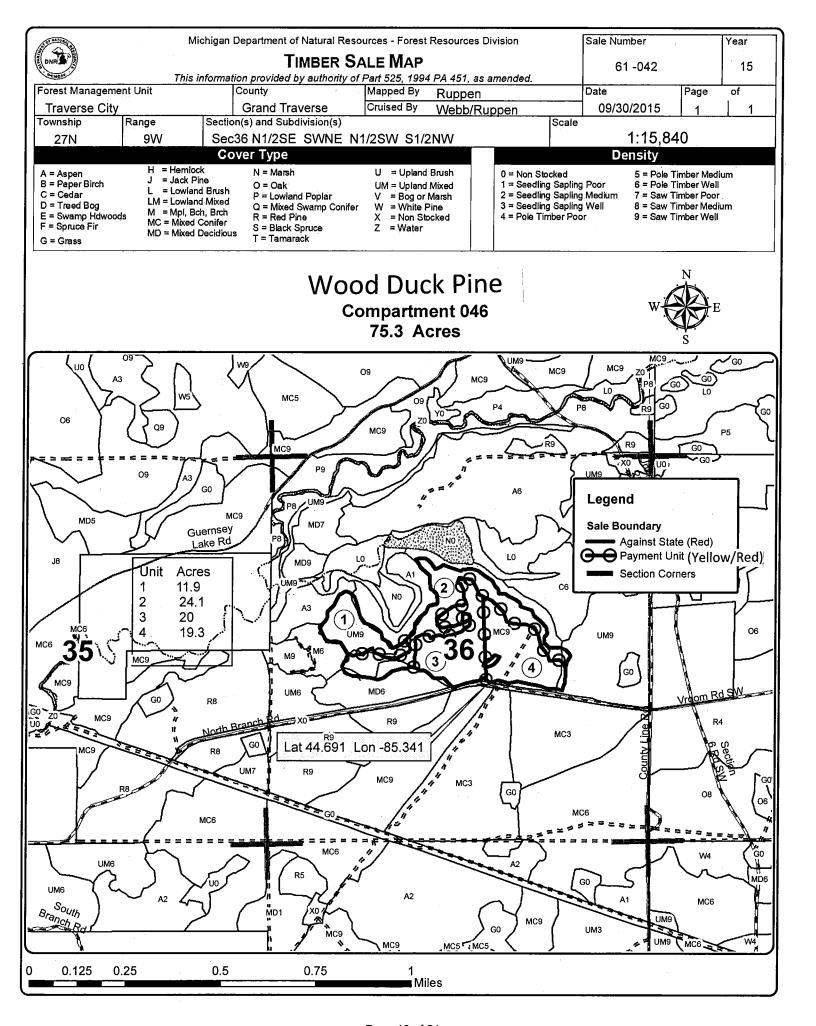
All trees with raptor nests will be protected if found during harvesting operations. Notification will be made to the Unit Manager or his/her representative who will notify the Wildlife Biologist so an on-site evaluation and recommendation can be made, if necessary.

6 - Safety and Fire Prevention

6.2 - Signing

6.2.1 - Road posting (9/09)

| The road must be posted at appropriate distances from the selection be removed when harvest operations are suspended or compared to the compared to the selection of the compared to the compa | sale area to warn of logging activity and truck traffic. Signs pleted. The Purchaser will provide these signs. |
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TIMBER SALE INFORMATION

PILEATED PINE (61-076-15)

T26N, R09W, SEC. 01; T27N, R09W, SEC. 36. Grand Traverse County (Advertised Price \$19,687.55)

SALE NOTE: Marked thinning of mixed pine stand with removal of most aspen/jack pine and red maple. Shortwood job required.

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* | | ADV | ADVERTISED PRICE | |
|--------------------|------------------|-------|-----|------------------|--|
| Sawtimber | | | | | |
| B. T. Aspen | 23.60 | MBF | \$ | 74.00 / MBF | |
| White Pine | 43.00 | MBF | \$ | 96.00 / MBF | |
| Pulpwood | | | | | |
| B. T. Aspen | 129.00 | Cords | \$ | 30.10 / Cord | |
| Jack Pine | 161.00 | Cords | \$ | 16.95 / Cord | |
| White Pine | 238.00 | Cords | \$ | 17.50 / Cord | |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$3,036.30:

| PRODUCTS & SPECIES | CTS & SPECIES ESTIMATED UNITS* | | <u>ADVI</u> | ERTISED PRICE |
|-----------------------------------|--------------------------------|-------|-------------|---------------|
| Sawtimber Red Pine Pulpwood | 7.90 | MBF | \$ | 145.00 / MBF |
| Mixed Oak | 22.00 | Cords | \$ | 8.70 / Cord |
| Red Maple | 43.00 | Cords | \$ | 23.00 / Cord |
| Red Pine | 16.00 | Cords | \$ | 44.40 / Cord |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 10.38 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.
- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 09/30/2018.

Sale Specific Conditions & Requirements

Sale Name: PILEATED PINE Sale Number: 61-076-15 Seg#: 1

1 - Sale Area

12 - Boundaries

1.2.1 - Painted boundaries (1/14)

The sale boundary is marked and identified red paint. The interior Payment Unit boundary is the road passing through the sale area (shown on the timber sale map) and is not painted. The painted boundary line trees are not Included Timber and are to be protected.

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 paint above and below stump height, regardless of merchantability. In addition, cut all aspen, jack pine and red maple unless marked with green paint.

2.1.11 - Description of timber note (2/04)

Note that oak pulpwood volume includes 3 cords of cherry pulp.

2.2 - Utilization

2.2.3 - Stump heights (4/07)

Stump heights within the Sale Area shall not exceed 6 inches for all trees.

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.

4 - Transportation

4.1 - Construction

4.1.12 - No new roads (1/12)

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

42 - Maintenance

4.2.5 - Two wheel drive condition (2/04)

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

5 - Operations

5.1 - Notification

5.1.1 - Pre-sale conference (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. 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 (6/11)

A post-sale conference on site between the Purchaser and sale administrator is required 3 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

5.2.1.8 - Slash height (12/08)

No slash or tree tops may exceed 30 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.

5.2.3 - Operating Restrictions

5.2.3.3 - Bark slippage restriction (3/09)

Within Payment Unit(s) 1 and 2, cutting and skidding are not permitted during the period of April 15 to July 15. This restriction is because of bark slippage.

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.

6 - Safety and Fire Prevention

6.2 - Signing

6.2.1 - Road posting (9/09)

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

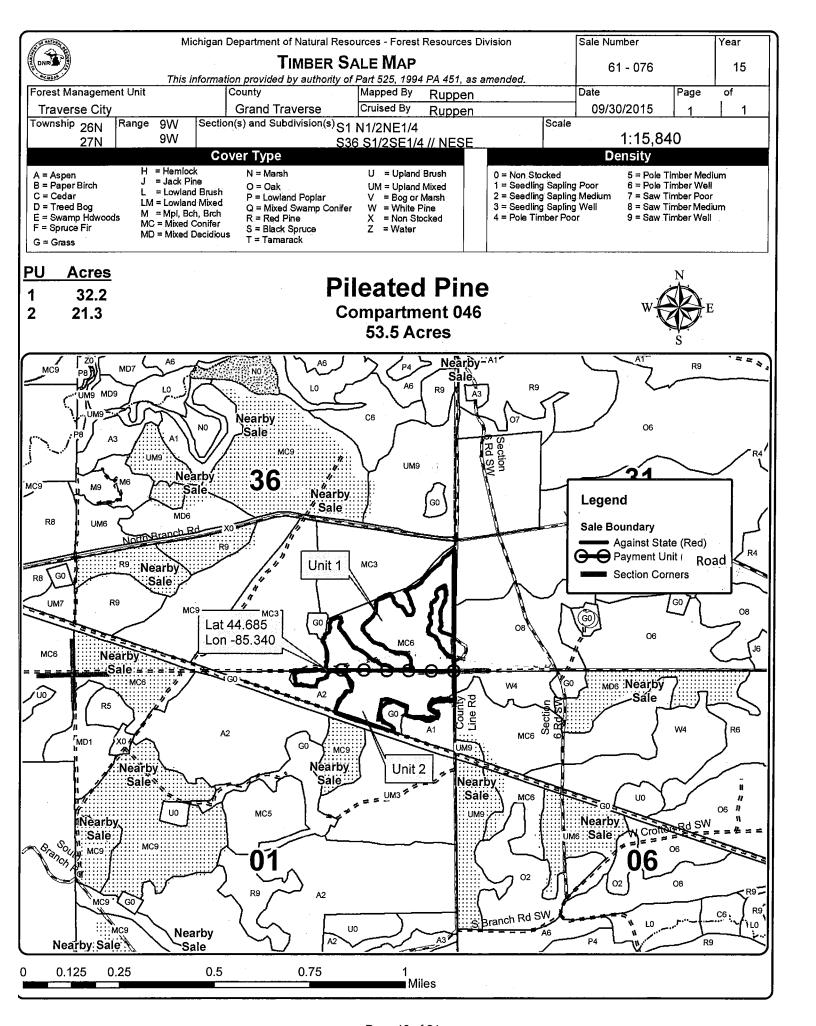
7 - Other Conditions

7.3 - Contract Modifications

7.3.2 - Modification for oak wilt (2/05)

Within the sale area, there may be patches of oak wilt. If oak wilt is identified within the sale area, this contract may be modified. The following modifications could occur: time of cutting, species to cut, volume to harvest, or various others dealing with the treatment of oak wilt. If a species is not specified in this contract, it shall be paid for at the average price received for that species and product.

Section Name: Sale Specific Current as of 6/8/2016 12:59:15PM



BID

TRAVERSE CITY MANAGEMENT UNIT TRAVERSE CITY OFFICE

WOOD DUCK PINE (61-042-15)

T27N, R09W, SEC. 36; Grand Traverse COUNTY

In response to the notice of sale to be held 3:30 p.m. (local time) on July 14, 2016, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

| PRODUCTS & SPECIES Sawtimber | ESTIMATED VOLUME* | ADVERTISED PRICE | BID PRICE |
|------------------------------|-------------------|------------------|-----------|
| Mixed Aspen | 52.30 MBF | \$ 86.00/MBF | \$ |
| Red Pine | 153.00 MBF | \$ 159.00/MBF | \$ |
| White Pine | 111.70 MBF | \$ 105.00/MBF | \$ |
| Pulpwood | | | |
| Mixed Aspen | 283.00 Cords | \$ 24.05/Cord | \$ |
| Red Pine | 129.00 Cords | \$ 47.30/Cord | \$ |
| White Pine | 433.00 Cords | \$ 18.65/Cord | \$ |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$4,240.10:

| PRODUCTS & SPECIES Sawtimber | ESTIMATED VOLUME* | | ADVERTISED PRICE | |
|------------------------------|-------------------|-------|------------------|------------|
| Red Maple | 7.80 | MBF | \$ | 137.00/MBF |
| Pulpwood | | | | |
| Jack Pine | 25.00 | Cords | \$ | 14.25/Cord |
| Mixed Hardwood | 26.00 | Cords | \$ | 13.90/Cord |
| Red Maple | 123.00 | Cords | \$ | 19.95/Cord |
| | | | | |

*The volumes are statistically estimated within plus (+) or minus (-) 12.39 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 | OI SOCIAL SECT | JRITT NUMBER | | | | |
|-----------|---|--------------------|----------------------|----------------|--|--|--|
| | Company or individual bidding: | | | | | | |
| | Company representative's name: | | | | | | |
| | Address: | | | | | | |
| | City: | State: | Zip: | | | | |
| F AVAILA | ABLE, PLEASE PLACE THE PERSOI | NALIZED LABEL FROM | YOUR PROSPECTUS IN T | THE ABOVE BOX. | | | |
| ndividual | dividual or company representative's signature: Date: | | | | | | |
| hone nu | mber: | Email (d | optional): | | | | |

or COCIAL CECUDITY NUMBER

THE WINNING BIDDER MUST COMPLETE THE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE (ON REVERSE SIDE IF DOUBLE SIDED) WITHIN 21 DAYS OF SALE AWARD DATE



Michigan Department of Natural Resources Forest Resources 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 5 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 twenty-one (21) days of the contract award and prior to the issuance of the timber sale contract. | | | |
|------|---|--|--|--|
| • | All Information must be typed or printed except for written signatures. | | | |
| Ple | Please Check Appropriate Categories: | | | |
| 1. | My business is organized as (you must check one of the bo Sole Proprietorship (individual) Partnership Corporation | xes below): | | |
| 2. | You must check one of the boxes below: A. I certify 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 my business has satisfied its o bligation to the Worker's Compensation Act through the use of an approved Notice of Exclusion (BWC-337, Rev. 5/96). I will provide a copy of the Notice of Exclusion within 21 days of the contract award. (For questions or a copy of the BWC-337, please call the Worker's Compensation Bureau at 517-322-1195). C. I certify my business has a Worker's Compensation Policy. I will provide an original Certificate of Insurance within twenty-one (21) days of the contract award. | | | |
| 3. | If you have checked item 2(A) or 2(B), you must indicate t than yourself, including family members and active partners Full-time Employees | the number of both full-time and part-time employees, other (if none, you must enter "0"). Part-time Employees | | |
| Nan | Jame of Business | ederal ID (or) Social Security No. | | |
| Add | Address T | elephone) | | |
| City | City State Z | IP | | |
| in f | hereby certify that the above information is true and correct. I agree to notify the Michigan DNR of any changes that occur in factors affecting my coverage during any of my present and future operations. Signature of Owner or Authorized Representative | | | |
| | Title | Date | | |

Please complete the "SEALED BID" information on the next page

BID

TRAVERSE CITY MANAGEMENT UNIT TRAVERSE CITY OFFICE

PILEATED PINE (61-076-15)

T26N, R09W, SEC. 01; T27N, R09W, SEC. 36; Grand Traverse COUNTY

In response to the notice of sale to be held 3:30 p.m. (local time) on July 14, 2016, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

| PRODUCTS & SPECIES Sawtimber | <u>ESTIMATED</u> | VOLUME* | AD\ | VERTISED PRICE | BID PRICE |
|------------------------------|------------------|---------|-----|----------------|-----------|
| B. T. Aspen | 23.60 | MBF | \$ | 74.00/MBF | \$ |
| White Pine | 43.00 | MBF | \$ | 96.00/MBF | \$ |
| Pulpwood | | | | | |
| B. T. Aspen | 129.00 | Cords | \$ | 30.10/Cord | \$ |
| Jack Pine | 161.00 | Cords | \$ | 16.95/Cord | \$ |
| White Pine | 238.00 | Cords | \$ | 17.50/Cord | \$ |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$3,036.30:

| PRODUCTS & SPECIES | ESTIMATED | VOLUME* | AD' | VERTISED PRICE |
|--------------------|------------------|---------|-----|----------------|
| Sawtimber | | | | |
| Red Pine | 7.90 | MBF | \$ | 145.00/MBF |
| Pulpwood | | | | |
| Mixed Oak | 22.00 | Cords | \$ | 8.70/Cord |
| Red Maple | 43.00 | Cords | \$ | 23.00/Cord |
| Red Pine | 16.00 | Cords | \$ | 44.40/Cord |
| l . | | | | |

^{*}The volumes are statistically estimated within plus (+) or minus (-) 10.38 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: | | |
| F AVAILABLE, PLEASE PLACE THE PERSONALIZED LABEL FROM YOUR PROSPECTUS IN THE ABOVE BOX. | | | | | |
| ndividual | ndividual or company representative's signature: Date: | | | | |
| Phone number : Email (optional): | | | | | |

THE WINNING BIDDER MUST COMPLETE THE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE (ON REVERSE SIDE IF DOUBLE SIDED) WITHIN 21 DAYS OF SALE AWARD DATE



Michigan Department of Natural Resources Forest Resources 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 5 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 twenty-one (21) days of the contract award and prior to the issuance of the timber sale contract. | | | |
|------------|---|---|--|--|
| • | All Information must be typed or printed except for written signatures. | | | |
| 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. | | | | |
| | Full-time Employees | Part-time Employees | | |
| Nam | ame of Business | Federal ID (or) Social Security No. | | |
| Add | ddress | Telephone () | | |
| City | ty State | ZIP | | |
| in fa _ | hereby certify that the above information is true and correct. factors affecting my coverage during any of my present and Signature of Owner or Authorized Representative | I agree to notify the Michigan DNR of any changes that occur future operations. | | |
| T | Title | Date | | |

Please complete the "SEALED BID" information on the next page

PR 4031-5 (Rev. 10/30/2012)

BID

TRAVERSE CITY MANAGEMENT UNIT TRAVERSE CITY OFFICE

SCHARMAN WEAVE (61-040-16)

T26N, R09W, SEC. 18; Grand Traverse COUNTY

In response to the notice of sale to be held 3:30 p.m. (local time) on July 14, 2016, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

| PRODUCTS & SPECIES Sawtimber | ESTIMATED | VOLUME* | AD\ | /ERTISED PRICE | BID PRICE |
|------------------------------|-----------|---------|-----|----------------|-----------|
| Quaking Aspen | 9.60 | MBF | \$ | 81.00/MBF | \$ |
| White Pine | 9.90 | MBF | \$ | 76.00/MBF | \$ |
| Pulpwood | | | | | |
| Jack Pine | 458.00 | Cords | \$ | 14.70/Cord | \$ |
| Quaking Aspen | 70.70 | Cords | \$ | 21.15/Cord | \$ |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$1,147.20 :

| PRODUCTS & SPECIES Pulpwood | ESTIMATED VOLUME* | <u>AD</u> | VERTISED PRICE |
|-----------------------------|-------------------|-----------|----------------|
| Black Cherry | 24.00 Cords | \$ | 12.20/Cord |
| Mixed Oak | 21.00 Cords | \$ | 7.50/Cord |
| White Pine | 46.00 Cords | \$ | 15.15/Cord |

*The volumes are statistically estimated within plus (+) or minus (-) 15.62 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: | | |
| F AVAILABLE, PLEASE PLACE THE PERSONALIZED LABEL FROM YOUR PROSPECTUS IN THE ABOVE BOX. | | | | | |
| ndividual | ndividual or company representative's signature: Date: | | | | |
| Phone nu | hone number : Email (optional): | | | | |

THE WINNING BIDDER MUST COMPLETE THE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE (ON REVERSE SIDE IF DOUBLE SIDED) WITHIN 21 DAYS OF SALE AWARD DATE



Michigan Department of Natural Resources Forest Resources 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 5 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 twenty-one (21) days of the contract award and prior to the issuance of the timber sale contract. | | | |
|------|---|--|--|--|
| • | All Information must be typed or printed except for written signatures. | | | |
| Ple | lease 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 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 my business has satisfied its o bligation to the Worker's Compensation Act through the use of an approved Notice of Exclusion (BWC-337, Rev. 5/96). I will provide a copy of the Notice of Exclusion within 21 days of the contract award. (For questions or a copy of the BWC-337, please call the Worker's Compensation Bureau at 517-322-1195). C. I certify my business has a Worker's Compensation Policy. I will provide an original Certificate of Insurance within twenty-one (21) days of the contract award. | | | |
| 0. | than yourself, including family members and active partne | e the number of both full-time and part-time employees, other ers (if none, you must enter "0"). Part-time Employees | | |
| Nan | ame of Business | Federal ID (or) Social Security No. | | |
| Add | Idress | Telephone () | | |
| City | ty State | ZIP | | |
| in f | I hereby certify that the above information is true and correct. I agree to notify the Michigan DNR of any changes that occur in factors affecting my coverage during any of my present and future operations. Signature of Owner or Authorized Representative | | | |
| Ī | Title | Date | | |

Please complete the "SEALED BID" information on the next page

PR 4031-5 (Rev. 10/30/2012)