

DEPARTMENT OF NATURAL RESOURCES STATE OF MICHIGAN <u>TIMBER SALE PROSPECTUS #7226</u>

SCHEDULED SALE DATE AND TIME: 3:00 p.m. (local time) on September 14, 2023. LOCATION: NEWBERRY MGMT UNIT, PO BOX 428, 5666 S STATE HWY M 123, NEWBERRY, MI 49868.

<u>CONTACT NAME:</u> Keith Magnusson <u>PHONE NUMBER:</u> (906) 291-0120

<u>PROSPECTUS NOTE</u>: 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, NEWBERRY MANAGEMENT UNIT, for certain timber on the following described lands:

<u>7 Mile Pine</u> (42-022-22) / T49N, R10W, SEC. 17, NW,N1/2NE,SWNE,N1/2SW. T49N, R10W, SEC. 8 , E1/2SW,SE. Luce County, Advertised Price \$142,704.40, 174.5 Acres, Jack Pine, Red Pine. SALE NOTE: Road Maintenance is required on this sale. See Sale Spec 4.2.3 for details.

TIMBER SALE INFORMATION

<u>7 Mile Pine (42-022-22)</u> T49N, R10W, SEC. 17; T49N, R10W, SEC. 8. Luce County (Advertised Price \$142,704.40)

SALE NOTE: Road Maintenance is required on this sale. See Sale Spec 4.2.3 for details.

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. All units of volume listed below were estimated using the Inventory Manager computer program and the new Michigan taper model. Bids must be at or above the following advertised price for each product and species:

PRODUCTS & SPECIES	ESTIMATED UNITS*		ADV	ADVERTISED PRICE	
Pulpwood					
Balsam Fir	10	Cords	\$	12.55 / Cord	
Jack Pine	1,050	Cords	\$	39.75 / Cord	
Mixed Aspen	61	Cords	\$	27.75 / Cord	
Mixed Hardwood	23	Cords	\$	15.90 / Cord	
Red Pine	1,174	Cords	\$	75.20 / Cord	
White Pine	493	Cords	\$	21.25 / Cord	
White Spruce	2	Cords	\$	10.95 / Cord	

* The total volume is statistically estimated within plus (+) or minus (-) 11.86 percent. There are an estimated 2,773 cords on this timber sale, plus or minus 329 cords at the 95% confidence level. 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 \$7,135.22 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	12.4%
02	12.9%
03	9.5%
04	36.9%
05	28.3%

4. If no cutting takes place, the 10% down payment will not be refunded.

5. Operations on the contract issued will terminate on 12/31/2026.

SALE STATISTICS

Volumes were calculated in cubic feet using the Michigan taper model. Cubic foot volume includes all wood inside bark for the product indicated. For display purposes, cubic feet were converted to cords and MBF using a simple conversion factor, e.g. 79 cubic feet per cord and 185 cubic feet per MBF. The cubic foot volumes are precise; the cords and MBF volumes are not. Cubic foot volume cannot be directly converted to cords or boards with precision.

SALE VOLUMES

The total estimated sale volume may not equal the sum of the species/products due to the nature of statistical calculations associated with double sampling methodology.

VOLUME			STATISTICAL RANGE IN CORDS		
TOTAL CUBIC FEET	TOTAL CORDS	PERCENT ERROR	MINIMUM MAXIMUM		
219,051	2,773	11.86%	2,444	3,102	

VDU VOLUMES

A VDU is a Volume Determination Unit. Volumes and their associated statistics are calculated at the VDU level and summarized to the sale level. There is often a one to one relationship between a VDU and a Payment Unit, but not always, depending on the cruise design. Refer to the VDU TO PAYMENT UNIT table.

	VOLUME			RANGE IN CORDS	
VDU	TOTAL CUBIC FEET	TOTAL CORDS	PERCENT ERROR	MINIMUM	MAXIMUM
27	24,470	310	21.85%	242	377
37	66,924	847	15.32%	717	977
39	70,361	891	15.36%	754	1,027
67	33,208	420	17.68%	346	495
70	24,088	305	26.51%	224	386
TOTAL:	219,051	2,773		2,283	3,262

VDU TO PAYMENT UNIT

When a VDU is associated with more than one Payment Unit (PU), the VDU volumes are assigned to the PU based on acres of the VDU within the PU.

VDU	VDU ACRES	PU	PU ACRES
27	48.4	2	48.4
37	47.3	5	47.3
39	24.3	4	24.3
67	37.1	1	37.1
70	17.4	3	17.4
TOTAL:	174.5		174.5

DESCRIPTION OF TIMBER BY PU (PU)

PU	MARKET GROUP	PRODUCT	QUANTITY	UNIT	ACRES	ADVERTISE PRICE
1	Balsam Fir	Pulpwood	7	Cords	37.1	\$17,649.50
1	Mixed Hardwood	i upwood	8	Cords	57.1	φ17,049.00
	Paper Birch		2	Cords		
				Cords		
	Red Maple		6			
	Red Pine	O an time to a	166	Cords		
	Red Pine	Sawtimber	46.1	MBF		
	Red Pine	Pulpwood	74	Cords		
	White Pine	-	233	Cords		
	White Pine	Sawtimber	73.6	MBF		
	White Pine	Pulpwood	86	Cords		
2	Jack Pine	Pulpwood	4	Cords	48.4	\$18,464.70
	Jack Pine		4	Cords		
	Mixed Aspen		11	Cords		
	B. T. Aspen		11	Cords		
	Red Pine		221	Cords		
	Red Pine	Sawtimber	79.9	MBF		
	Red Pine	Pulpwood	61	Cords		
	White Pine		65	Cords		
	White Pine	Sawtimber	7.3	MBF		
	White Pine	Pulpwood	50	Cords		
3	Jack Pine	Pulpwood	235	Cords	17.4	\$13,496.80
Ů	Jack Pine	Sawtimber	5.1	MBF		¢10,100.00
	Jack Pine	Pulpwood	225	Cords		
	Mixed Aspen	1 0.000	7	Cords		
	B. T. Aspen		7	Cords		
	Mixed Hardwood		3	Cords		
	Paper Birch		2	Cords		
	Red Maple		1	Cords		
	Red Pine	• " · ·	43	Cords		
	Red Pine	Sawtimber	6.7	MBF		
	Red Pine	Pulpwood	30	Cords		
	White Pine		32	Cords		
	White Pine		32	Cords		
4	Jack Pine	Pulpwood	413	Cords	24.3	\$52,702.85
	Jack Pine		413	Cords		
	Mixed Hardwood		11	Cords		
	Paper Birch		9	Cords		
	Red Maple		2	Cords		
	Red Pine		459	Cords		
	Red Pine		459	Cords		
	White Pine		74	Cords		
	White Pine		74	Cords		
	White Spruce		2	Cords		
5	Balsam Fir	Pulpwood	3	Cords	47.3	\$40,390.55
	Jack Pine		398	Cords		÷.5,000.00
	Jack Pine	Sawtimber	35.2	MBF		
	Jack Pine	Pulpwood	328	Cords		
	Mixed Aspen	1 010000	43	Cords		
	-					
	B. T. Aspen		43	Cords		
	Mixed Hardwood		1	Cords		
	Red Maple		1	Cords		
	Red Pine		285	Cords		
	Red Pine	Sawtimber	88.4	MBF		
1	Red Pine	Pulpwood	108	Cords		
	White Pine		89	Cords		

DESCRIPTION OF TIMBER BY PU (PU), CON'T

PU	MARKET GROUP	PRODUCT	QUANTITY	UNIT	ACRES	ADVERTISE PRICE
5 con't	White Pine White Pine		24.1 41	MBF Cords		
TOTAL: 2,813 Cords						

Sale Specific Conditions & Requirements

Sale Name: 7 Mile Pine

Sale Number: 42-022-22 Seq#: 1

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (9/19)

The sale boundary and Payment Unit boundaries are marked and identified by red and yellow paint. Exterior sale boundary lines against state are marked with red paint. Interior Payment Unit boundaries are marked with yellow paint. The painted boundary line trees are not Included Timber and are to be protected unless marked with orange paint. Yellow painted trees designating an Interior Payment Unit boundary are only to be cut when all surrounding Payment Units have been paid.

2 - Timber Specifications

2.1 - Included Timber

2.1.1 - Clearcut unit(s) with unmerchantable trees (6/14)Within Payment Unit(s) # 4, cut all trees that are two (2) inches or more at DBH. Leave all oak and aspen.

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

Within Payment Unit(s) #'s 1-3, & 5, all trees are designated for cutting when marked with orange paint above and below stump height, regardless of merchantability. Cut all jack pine, aspen and birch.

Leave all trees ringed in green within units 1-3, & 5.

2.1.11 - Description of timber note (2/04) Note that Some species were cruised as pulp. There are sawlog sized trees present.

2.2 - Utilization

2.2.3 - Stump heights (4/07)

Stump heights within the Sale Area Payment Unit(s) #'s 1-5 shall not exceed 6 inches for all trees. This is in order to facilitate reforestation operations.

3 - Payments

3.3 - Pre-measured Sales

3.3.4 - Dividing payment units (7/14)

Payment Unit(s) #'s 1, 2, 4 & 5 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 Amendment.

4 - Transportation

4.1 - Construction

4.1.4 - Timber removed for construction (12/09)

Trees cut or damaged in the process of pre-approved road, landing or skid trail construction will be decked in an area separate from other Designated Timber and not removed until measured by the sale administrator. Payment will be made at the specified Purchase Unit Price.

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

4.2 - Maintenance

4.2.2 - Fill material (4/07)

To maintain roads, fill material may be needed in areas where "holes" exist or may be expected to develop. This fill material should be placed before trucking begins.

4.2.3 - Road maintenance (8/13)

The following road maintenance is required: Within 30 days of completion of hauling, or if no hauling occurs for 30 days, the road must be maintained and graded. This includes cleaning of drainage areas, grading, crowning and filling with gravel, if necessary. Damages will be assessed if grading/repair does not occur.

4.2.4 - Grading (10/16)

For completion of the sale, state forest roads must be graded. In general, this will require a road grader or bull dozer to shape up the roads after forest products have been hauled off site. This includes cleaning of drainage areas, grading, crowning and filling with gravel, if necessary. 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

5.2 - Conduct of Operations

5.2.1 - Slash

5.2.1.8 - Slash height (12/08)No slash or tree tops may exceed 24 inches in height.

5.2.1.11 - Slash for reforestation (3/21)

To facilitate reforestation, the Sale Area or Payment Unit(s) # 4 shall be left with slash evenly distributed. Bunched tops within the cutting area shall be broken up and scattered. Stumps shall be cut low to the ground. Processing sites shall not be left with a compacted layer of slash; tops from these sites shall be hauled back into the cut area and scattered.

5.2.2 - Hazard Trees/Snags

5.2.2.1 - Den trees (10/16)

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

5.2.3 - Operating Restrictions

5.2.3.6 - Bark beetle restriction (12/08)

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

5.2.32 - Decking/landing restoration (9/13)

All decking and landing areas must have the surface area restored to a condition equal to or better than before. This is to ensure the proper regeneration of the stand. Wood debris, chips and "cookies" from trimmings must be removed or scattered away from landing and loading areas and may not be windrowed on the edge.

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 (7/16)

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

5.8 - Protection of Endangered Species

5.8.5 - Protection of raptor nests (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 (10/20)

The Purchaser is responsible for posting and maintaining caution signs on County Road 410 and 7 Mile Firelane 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

7.3.3 - Modification for reforestation (8/05)

When contractual work of Purchaser has been accepted for any Payment Unit identified on Sale Area Map, Payment Unit will be eliminated from the Sale Area on written notice so that reforestation operations can begin.

