

# DEPARTMENT OF NATURAL RESOURCES STATE OF MICHIGAN TIMBER SALE PROSPECTUS #7247

SCHEDULED SALE DATE AND TIME: 9:00 a.m. (local time) on May 11, 2023.

LOCATION: PIGEON RIVER COUNTRY MGMT UNIT, PO BOX 456, 9966 TWIN LAKES ROAD, VANDERBILT, MI

<u>CONTACT NAME:</u> Mark Monroe <u>PHONE NUMBER:</u> (989) 983-4101

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

<u>I Walk The Pine</u> (53-024-22) / T33N, R01E, SEC. 18, SE.

T33N, R01E, SEC. 19, N1/2NE.

Cheboygan County, Advertised Price \$42,567.10, 47.0 Acres, Red Pine, White Pine.

## TIMBER SALE INFORMATION

<u>I Walk The Pine (53-024-22)</u> T33N, R01E, SEC. 18; T33N, R01E, SEC. 19. Cheboygan County (Advertised Price \$42,567.10)

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 | <b>ESTIMATE</b> | D UNITS* | <u>ADVI</u> | ERTISED PRICE |
|--------------------|-----------------|----------|-------------|---------------|
| Sawtimber          |                 |          |             |               |
| Red Pine           | 158.9           | MBF      | \$          | 136.00 / MBF  |
| White Pine         | 48.7            | MBF      | \$          | 96.00 / MBF   |
| Pulpwood           |                 |          |             |               |
| B. T. Aspen        | 6               | Cords    | \$          | 24.65 / Cord  |
| Red Pine           | 215             | Cords    | \$          | 57.20 / Cord  |
| White Pine         | 172             | Cords    | \$          | 22.30 / Cord  |

<sup>\*</sup> The total volume is statistically estimated within plus (+) or minus (-) 25.62 percent. There are an estimated 886 cords on this timber sale, plus or minus 227 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 \$4,256.71 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 02 51.2% 48.8%

- 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 |
| 70,027           | 886         | 25.62%        | 659                        | 1,114   |

# **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 |
| 49     | 70,027           | 886         | 25.62%        | 659            | 1,114   |
| TOTAL: | 70,027           | 886         |               | 659            | 1,114   |

## **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 |
|--------|-----------|----|----------|
| 49     | 47.0      | 1  | 24.1     |
|        |           | 2  | 22.9     |
| TOTAL: | 47.0      |    | 47.0     |

# **DESCRIPTION OF TIMBER BY PU (PU)**

| PU | MARKET GROUP | PRODUCT   | QUANTITY | UNIT  | ACRES | ADVERTISE PRICE |
|----|--------------|-----------|----------|-------|-------|-----------------|
| 1  | Red Pine     | Sawtimber | 81.5     | MBF   | 24.1  | \$21,812.35     |
|    | White Pine   |           | 25.0     | MBF   |       |                 |
|    | B. T. Aspen  | Pulpwood  | 3        | Cords |       |                 |
|    | Red Pine     |           | 110      | Cords |       |                 |
|    | White Pine   |           | 88       | Cords |       |                 |
| 2  | Red Pine     | Sawtimber | 77.4     | MBF   | 22.9  | \$20,754.75     |
|    | White Pine   |           | 23.7     | MBF   |       |                 |
|    | B. T. Aspen  | Pulpwood  | 3        | Cords |       |                 |
|    | Red Pine     |           | 105      | Cords |       |                 |
|    | White Pine   |           | 84       | Cords |       |                 |
|    |              | TOTAL:    | 207.6    | MBF   |       |                 |
|    |              | TOTAL:    | 393      | Cords |       |                 |

# Sale Specific Conditions & Requirements

Sale Name: I Walk The Pine Sale Number: 53-024-22 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. Red painted boundary line trees are not Included Timber and are to be protected. Yellow painted trees designating an interior Payment Unit boundary are only to be cut when all surrounding Payment Units have been paid, unless marked with green paint.

## 2 - Timber Specifications

#### 2.1 - Included Timber

# 2.1.7 - Leave tree marked unit(s) (6/14)

Within Payment Unit(s) 1 and 2, all trees, which meet minimum piece specifications in 2.2 Utilization, are designated for cutting. Except for the following: do not cut any oak or cedar, and trees marked with green paint above and below stump height. Also, any white pine 22"or larger in diameter shall not be cut. These trees are not included timber and should be protected. Pockets of existing red and white pine exist in areas of the sale area, try and protect these if possible.

#### 2.2 - Utilization

# 2.2.2 - Chipping required (2/18)

This sale are must be chip harvested to facilitate future silvicultural activities. The Purchaser has the option to produce sawlogs or pulpwood bolts, but the remaining portion of the trees must be chipped and hauled. Products may be produced as roundwood and forwarded to decking areas in final product length, but the tops must be left intact and skidded to the landing for chipping in order to minimize the amount of residual slash. 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).

## 3 - Payments

# 3.4 - Damaged Timber

## 3.4.1 - Damaged timber (7/16)

General Condition and Requirement 3.4 Damaged Timber, defines liquidated damages for undesignated live merchantable trees which are cut or injured. In addition, extreme care should be taken to avoid damage to tree seedlings and saplings.

Within the sale area, if more than 10% of the tree seedlings or saplings (1/4" to 4.5" DBH) within a specified portion of the sale area are damaged, liquidated damages will be assessed for all acreage within that specified portion of the sale area that was damaged.

No damage is acceptable to undesignated live merchantable trees. Within the sale area, if more than 10% of trees (> 4.5" DBH) within a specified area of the sale are damaged, liquidated damages will be assessed for all trees damaged. Rates will be in accordance with General Condition and Requirement 3.4 Damaged Timber.

#### 4 - Transportation

### 4.1 - Construction

## 4.1.3 - Slash and earthen piles (8/04)

Piles or windrows of earth along roads and landings that have been widened or constructed shall be leveled. Slash from road maintenance or construction, including stumps, shall be chipped, utilized or otherwise removed from the sale.

# 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.

#### 4.4 - 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

# 5.2 - Conduct of Operations

### 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

# 5.2.3.1 - Operating restrictions (9/11)

Within Payment Unit(s) 1 and 2, unless changed by written agreement, cutting, skidding, and hauling are limited to the period of 03/01 to 12/01. This restriction is because scarification that is necessary fore the promotion of desired regeneration.

# 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.

## 5.2.4 - Dead and Down Creation

#### 5.2.4.3 - Dead and down creation, dead trees (6/07)

Except as provided for in General Condition and Requirement 5.2.2, no dead trees, standing or down, are to be cut, skidded, or processed.

# 5.2.18 - Equipment requirements (1/09)

Grapple skidders are required for transporting tops to the landing for chipping. This will encourage ground scarification for pine regeneration.

# 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.

# 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 and/or skid trails which is 12 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

# 5.8.3 - Red shoulder hawk or goshawk (2/16)

In the event that an active red shoulder hawk or goshawk nest is found, the contract may be amended to protect the nest site until the nest is determined to be inactive. The value of the trees in this excluded area will be refunded or credited to the Purchaser. The nest will be buffered with a five-chain radius (eight acre) protection area, centered on the nest tree, in which there will be no cutting or new roads constructed. Avoid human disturbance, including loading and skidding, in the protection area.

An additional zone of five chains (ten chains centered on the active nest tree) will be established in which there is no management activity from March 15 to July 15 (NLP). Limit biomass harvesting and chipping operations within this ten-chain zone, retain the maximum one-third of residues per the Woody Biomass Harvesting Guidelines (Michigan DNR 2010). Nests determined to be inactive will be protected with a one-chain no-harvest buffer.

# 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.

## 8 - Performance and Settlement

# 8.3 - Uncompleted or Terminated Contracts

## 8.3.1 - Completion of contract, chipping (1/16)

In addition to cutting, all chipping must be completed by the contract expiration date. If chipping has not been completed, an extension fee or damages may be charged per General Condition & Requirement 7.2 and 8.3.

Section Name: Sale Specific Current as of 3/27/2023 9:07:50AM

