

# DEPARTMENT OF NATURAL RESOURCES STATE OF MICHIGAN TIMBER SALE PROSPECTUS #7326

SCHEDULED SALE DATE AND TIME: 3:00 p.m. (local time) on October 26, 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

PROSPECTUS NOTE: All Proposals on this Prospectus have been reduced due to "no bid" on previous advertisements.

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:

Penny Creek Cut (42-034-22) / T47N, R08W, SEC. 5 , NW,W1/2NE.

T47N, R08W, SEC. 6, NENE.

Luce County, Advertised Price \$24,254.35, 62.7 Acres, Hardwood, Spruce/Fir/Tamarack.

SALE NOTE: The Advertised Price has been reduced due to "No Bid" on the previous Prospectus advertisement.

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

Within Payment Unit(s) 1 - 3, harvesting is limited to the period of December 15 to April 1 because the lowland nature of the soil types within the sale area.

Some roads or skid trails may require extra protection such as that afforded by timber mats, interlocking composite mats, or another approved system. See Sale Spec 5.2.17 for additional information.

The snowmobile trail is shown on the Timber Sale Map. See Sale Spec 5.2.41 for restrictions.

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.

# TIMBER SALE INFORMATION

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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* |       | ADVE | ADVERTISED PRICE |  |  |
|--------------------|------------------|-------|------|------------------|--|--|
| Sawtimber          |                  |       |      |                  |  |  |
| Red Maple          | 156.1            | MBF   | \$   | 66.00 / MBF      |  |  |
| Yellow Birch       | 44.2             | MBF   | \$   | 80.00 / MBF      |  |  |
| Pulpwood           |                  |       |      |                  |  |  |
| Balsam Fir         | 155              | Cords | \$   | 8.35 / Cord      |  |  |
| Mixed Hardwood     | 786              | Cords | \$   | 10.45 / Cord     |  |  |
| White Pine         | 22               | Cords | \$   | 15.05 / Cord     |  |  |
| White Spruce       | 79               | Cords | \$   | 7.30 / Cord      |  |  |

<sup>\*</sup> The total volume is statistically estimated within plus (+) or minus (-) 11.09 percent. There are an estimated 2,641 cords on this timber sale, plus or minus 293 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 \$1,212.72 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:

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|--|---|
| PAYMENT UNIT NUMBER                          | PERCENT OF TOTAL SALE VALUE                     |
| 01   | 29.5%   |
| 02   | 36.3%   |
| 03   | 34.2%   |

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 06/30/2027.

# **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 |
| 208,667          | 2,641       | 11.09%        | 2,348                      | 2,934   |

# **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 |
| 9      | 208,667          | 2,641       | 11.09%        | 2,348          | 2,934   |
| TOTAL: | 208,667          | 2,641       |               | 2,348          | 2,934   |

# **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 |
|--------|-----------|----|----------|
| 9      | 62.7      | 1  | 18.5     |
|        |           | 2  | 22.8     |
|        |           | 3  | 21.4     |
| TOTAL: | 62.7      |    | 62.7     |

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

| PU | MARKET GROUP   | PRODUCT   | QUANTITY | UNIT  | ACRES | ADVERTISE PRICE |
|----|----------------|-----------|----------|-------|-------|-----------------|
| 1  | Red Maple      | Sawtimber | 46.1     | MBF   | 18.5  | \$7,164.35      |
|    | Yellow Birch   |           | 13.0     | MBF   |       |                 |
|    | Balsam Fir     | Pulpwood  | 46       | Cords |       |                 |
|    | Mixed Hardwood |           | 232      | Cords |       |                 |
|    | Paper Birch    | Sawtimber | 1.9      | MBF   |       |                 |
|    | Sugar Maple    |           | 0.9      | MBF   |       |                 |
|    | Black Ash      | Pulpwood  | 6        | Cords |       |                 |
|    | Paper Birch    |           | 2        | Cords |       |                 |
|    | Red Maple      |           | 168      | Cords |       |                 |
|    | Sugar Maple    |           | 5        | Cords |       |                 |
|    | Yellow Birch   |           | 45       | Cords |       |                 |
|    | White Pine     |           | 7        | Cords |       |                 |
|    | White Pine     | Sawtimber | 3.0      | MBF   |       |                 |
|    | White Pine     | Pulpwood  | 1        | Cords |       |                 |
|    | White Spruce   |           | 23       | Cords |       |                 |
| 2  | Red Maple      | Sawtimber | 56.7     | MBF   | 22.8  | \$8,803.55      |
|    | Yellow Birch   |           | 16.1     | MBF   |       |                 |
|    | Balsam Fir     | Pulpwood  | 56       | Cords |       |                 |
|    | Mixed Hardwood |           | 286      | Cords |       |                 |
|    | Paper Birch    | Sawtimber | 2.4      | MBF   |       |                 |
|    | Sugar Maple    |           | 1.1      | MBF   |       |                 |
|    | Black Ash      | Pulpwood  | 8        | Cords |       |                 |
|    | Paper Birch    |           | 3        | Cords |       |                 |
|    | Red Maple      |           | 207      | Cords |       |                 |
|    | Sugar Maple    |           | 7        | Cords |       |                 |
|    | Yellow Birch   |           | 54       | Cords |       |                 |
|    | White Pine     |           | 7        | Cords |       |                 |
|    | White Pine     | Sawtimber | 3.7      | MBF   |       |                 |
|    | White Spruce   | Pulpwood  | 29       | Cords |       |                 |
| 3  | Red Maple      | Sawtimber | 53.3     | MBF   | 21.4  | \$8,286.45      |
|    | Yellow Birch   |           | 15.1     | MBF   |       |                 |
|    | Balsam Fir     | Pulpwood  | 53       | Cords |       |                 |
|    | Mixed Hardwood | -         | 268      | Cords |       |                 |
|    | Paper Birch    | Sawtimber | 2.2      | MBF   |       |                 |
|    | Sugar Maple    |           | 1.1      | MBF   |       |                 |
|    | Black Ash      | Pulpwood  | 7        | Cords |       |                 |
|    | Paper Birch    | ·         | 2        | Cords |       |                 |
|    | Red Maple      |           | 195      | Cords |       |                 |
|    | Sugar Maple    |           | 6        | Cords |       |                 |
|    | Yellow Birch   |           | 52       | Cords |       |                 |
|    | White Pine     |           | 8        | Cords |       |                 |
|    | White Pine     | Sawtimber | 3.5      | MBF   |       |                 |
|    | White Pine     | Pulpwood  | 1        | Cords |       |                 |
| 1  | l .            | ,         | 07       | Cords |       |                 |
|    | White Spruce   |           | 27       | Colus |       |                 |
|    | White Spruce   | TOTAL:    | 200.3    | MBF   |       |                 |

# **Sale Specific Conditions & Requirements**

Sale Name: Penny Creek Cut Sale Number: 42-034-22 Seq#: 4

### 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. 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

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

Within Payment Unit(s) 1, 2 and 3, cut all trees which meet minimum piece specifications in 2.2 Utilization, except do not cut hemlock, cedar, or any trees marked in green paint.

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

Note that cedar is present within the sale and can be cut for maneuverability. Cedar must be decked separately, scaled by the Sale Administrator, and be paid for at the average Eastern UP District price.

# 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)

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. 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 double earthen berms at strategic locations. These roads must be rendered impassable to cars and trucks. All stumps from road building and landing construction must be reserved to block any newly constructed roads upon completion of the sale. These stumps must be scattered along the road system to prohibit vehicular movement. Contact the sale administrator for specific details of design and placement.

### 4.2 - Maintenance

# 4.2.1 - Hauling restriction (12/08)

Hauling may be restricted on forest roads by the Unit Manager or his/her representative. The restriction may occur during wet weather conditions.

# 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. Contact the sale administrator regarding the availability of onsite sand or gravel from adjacent State-owned lands.

# 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 36 inches in height.

# 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 - 3, unless changed by written agreement, cutting, skidding are limited to the period of December 15 to April 1. This restriction is because the lowland nature of the soil types within the sale area.

# 5.2.17 - Timber Mats and Interlocking Composite Mats (10/20)

Some roads or skid trails may require extra protection such as that afforded by timber mats, interlocking composite mats, or another approved system. If available, mats may be borrowed from the DNR. A Timber Sale Contract Supplement will be used to document the Purchaser's use of the DNR's mats. Contact the sale administrator regarding availability and pick-up. Timber mats are available from various field offices. Composite mats are only available from the Grayling field office and the Marquette ICC. The Purchaser is responsible for picking up and hauling the mats to and from the site. The composite mats will require DNR staff onsite for installation and removal. Contact the sale administrator to schedule at least 30 days before desired install/removal date. All mats must be cleaned prior to drop off. This may include, but is not limited to, power washing and brushing to remove mud and debris. A charge of \$700.00 per timber mat and \$2,000.00 per composite mat will be assessed for all damaged or non-returned mats. Damage for the crane/timber mats is defined as three or more broken cants. Damage for the composite mats is defined as cracked or broken mats.

# 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.

### 5.2.41 - Snowmobile trail protection (9/11)

The snowmobile trail is shown on the Timber Sale Map. Do not cut or damage posts with orange trail markers or traffic control signs. If the trail is used, it must be maintained and restored to a condition equal to or better than before the sale. The road maintenance/restoration must be done prior to December 15th. If the trail is used for hauling, it must be graded to the satisfaction of the Unit Manager or his/her representative prior to December 15th. If the trail road is to be used for hauling

during the snowmobile season, then a snow covered base must be left on the trail. Maintain a 20 foot wide slash, debris, and rut free zone daily using the snowmobile trail as the centerline. All stumps within 20 feet of the trail must be cut at ground level. No decking of forest products will be permitted along the snowmobile trail.

### 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

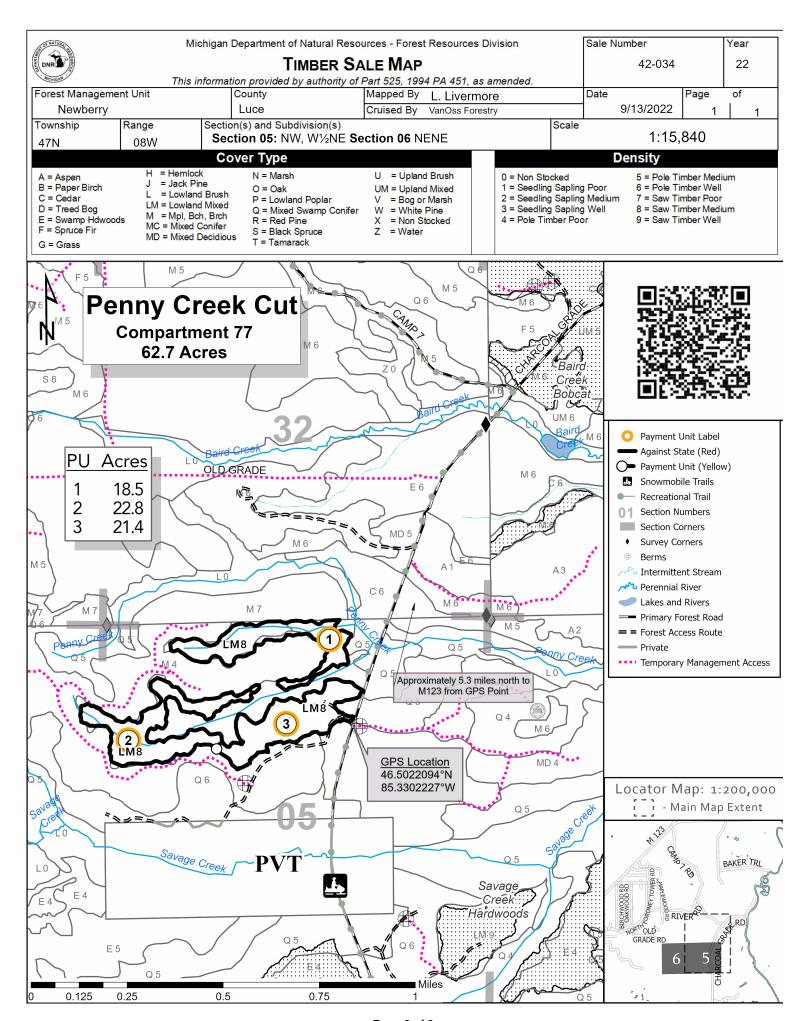
# 6.2.1 - Road posting (10/20)

The Purchaser is responsible for posting and maintaining caution signs on Charcoal Grade 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.

# 6.2.2 - Snowmobile trail posting (10/20)

The Purchaser is responsible for posting and maintaining caution signs on snowmobile trail prior to beginning operations during the snowmobile season (approximately December 1 to March 31). The trail 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 DNR will provide these signs.

Section Name: Sale Specific Current as of 10/5/2023 4:11:15PM



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