

DEPARTMENT OF NATURAL RESOURCES STATE OF MICHIGAN

TIMBER SALE PROSPECTUS #4898

SCHEDULED SALE DATE AND TIME: 10:00 a.m. (local time) on May 21, 2013. LOCATION: ATLANTA MGMT UNIT, 13501 M-33, ATLANTA, MI 49709.

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

CHARLIE BROWN PINE (54-010-12-01) / T31N, R03E, SEC. 02, N2SW.

T31N, R03E, SEC. 11, W2NE, SENE, NENW.

Montmorency County, Advertised Price \$113,106.80, 95.0 Acres

SALE NOTE: 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. Access may be through state forest land.

BADGER TERRITORY BLEND (54-026-12-01) / T31N, R03E, SEC. 02, SENE, NESE.

T31N, R03E, SEC. 11, SENW, NESW, S2NE, NENE.

Montmorency County, Advertised Price \$75,656.75, 91.0 Acres

SALE NOTE: 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. Access may be through state forest land.

LONG GRASS ASPEN (54-031-12-01) / T32N, R04E, SEC. 19, SE, NESW.

T32N, R04E, SEC. 30, NE, SENW, NESW, N/2SE.

Montmorency County, Advertised Price \$171,196.75, 166.0 Acres

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

R.R.T. ASPEN (54-036-11-01) / T32N, R03E, SEC. 27, E1/2NW.

Montmorency County, Advertised Price \$6,154.35, 16.0 Acres

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

BID INSTRUCTIONS (VER. 03/08/2013):

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

Bids must be received by the Unit Manager, ATLANTA OFFICE, 13501 M-33, ATLANTA, MI 49709, no later than 10:00 a.m. (local time) on May 21, 2013. For further information concerning this sale, contact Cody Stevens at 989-785-4251 extension 5240.

2. Bidder's Qualifications (2/12)

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

3. Preparation of Sealed Bids (1/11)

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

4. Submission of Sealed Bids (6/11)

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

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

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

6. Award of Contract (1/11)

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

7. Down Payment (1/11)

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

8. Performance Security (1/11)

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

9. Timber Sale Contract (10/12)

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

the included timber by the termination date.

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

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

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

11. Certification and Chain-of-Custody (3/13)

Unless otherwise indicated in the contract under section 7 – Other Conditions of the Sale Specific Conditions & Requirements, the area encompassed by this timber sale is certified to the standards of the Forest Stewardship Council (FSC) - Certificate #SCS-FM/COC-00090N and the Sustainable Forestry Initiative (SFI) - Certificate # NSF-SFIS-5Y031-S1. Forest products from this sale may be delivered to the mill as "FSC 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.

KEITH CREAGH Director

TIMBER SALE INFORMATION

CHARLIE BROWN PINE (54-010-12-01)

T31N, R03E, SEC. 02; T31N, R03E, SEC. 11.

Montmorency County (Advertised Price \$113,106.80)

SALE NOTE: 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. Access may be through state forest land.

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

| PRODUCTS & SPECIES | ESTIMATED UNITS* | ADVERTISED PRICE | |
|--------------------|------------------|------------------|--------------|
| Sawlogs | | | |
| Red Pine | 302.00 MBF | \$ | 145.00 / MBF |
| Pulpwood | | | |
| Jack Pine | 387.00 Cords | \$ | 25.75 / Cord |
| Red Pine | 1,053.00 Cords | \$ | 54.65 / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$1,805.10:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | ADVERTISED PRIC | |
|--------------------|-------------------------|-----------------|--------------|
| Sawlogs | | | |
| Red Oak | 8.00 MBF | \$ | 187.00 / MBF |
| Pulpwood | | | |
| Red Oak | 22.00 Cords | \$ | 14.05 / Cord |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 8.90 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 **\$5,750.00** to insure faithful performance of the conditions of the contract will be deposited by the successful bidder within 21 days of the sale award.
- 2. Cutting in any sale or unit without the required advance payment would be considered a trespass.
- 3. Total payment must be paid in advance or according to the following schedule:
 - (a) Ten percent (10%) of the sale value must be paid within 21 days of the sale award.
 - (b) The 10% down payment will be credited towards the first unit cut.
 - (c) Payment for each of the following units must be made before cutting begins in that unit:

| (c) i djilletit të tëdeti et tile tëlletillig dilite tile | iet ze made zerere editing zegme in tract dintr |
|---|---|
| PAYMENT UNIT NUMBER | PERCENT OF TOTAL SALE VALUE |
| 01 | 15% |
| 02 | 40% |
| 03 | 20% |
| 04 | 25% |

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 06/30/2015.

Sale Specific Conditions & Requirements

Sale Name: Charlie Brown Pine Sale Number: 54-010-12-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (10/12)

The sale boundary and Payment Unit boundaries are marked and identified by red and/or yellow paint. The painted boundary line trees are not Included Timber and are to be protected. Exterior sale boundary lines against state are marked with red paint. Interior retention pockets 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

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

Within Payment Unit(s) #2, cut all trees that are two (2) inches or more in diameter measured at a point four and one-half (4-1/2) feet above ground level regardless of merchantability.

2.1.5 - Overstory removal unit(s) (8/11)

Within Payment Unit(s) #1, all trees which meet minimum piece specifications in 2.2 Utilization, are designated for cutting, except for all red pine less than or equal to 4.5 inches in diameter measured at a point 4.5 feet above ground.

2.1.7 - Leave tree marked unit(s) (8/11)

Within Payment Unit(s) #4, all trees, which meet minimum piece specifications in 2.2 Utilization, are designated for cutting except trees marked with green paint above and below stump height. Special protection trees identified in accordance with condition 3.4.2, within clearcutting unit boundaries, are not Included Timber and are to be protected.

2.1.8 - Designated plantation row unit(s) (12/08)

Within Payment Unit(s) #3, all trees which meet minimum piece specifications in 2.2 Utilization, within designated plantation rows are designated for cutting. Designated plantation rows are every third row in a east/west direction. Because of the variability of row direction, it shall be the responsibility of the producer to maintain the third row sequence. The first 6 cut rows starting from the east end have been designated by yellow paint due to the variability of the rows.

2.1.11 - Description of timber note (2/04)

Note that Mixed softwood pulpwood includes: white spruce, white pine, and balsam fir. Mixed hardwood pulpwood inludes: bigtooth aspen and red maple.

2.2 - Utilization

2.2.3 - Stump heights (4/07)

Stump heights within Payment Unit #1, #2, and #4 shall not exceed 6 inches for all trees. This is in order to facilitate planting operations.

2.2.6 - Roundwood operation required (5/07)

The skidding of whole trees or tree segments with limbs attached is prohibited within Payment Unit #1 and #3 All products must be produced as roundwood and forwarded to existing roads or landing areas in final product length.

3 - Payments

3.3 - Pre-measured Sales

3.3.4 - Dividing payment units (12/08)

Payment Unit(s) may be divided at the request of the Purchaser and upon approval of the Unit Manager. Dividing Payment Units is a contract modification which requires a Timber Sale Contract Supplement.

3.4 - Damaged Timber

3.4.1 - Damaged timber (6/05)

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 in

units #1 and #2. Damage to residual trees (defined as breaking of the cambium layer, broken tops or bending of trees from their natural position) is not acceptable.

Within payment units #1 and #2, if more than 25% of the red pine or red oak seedlings or saplings (1/4" to 4.5" DBH) are damaged, liquidated damages will be assessed at \$100 per acre for all acreage within that specified portion of the sale area that was damaged.

No damage is acceptable to merchantable trees. Within the sale area, if more than 5% 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.

3.4.2 - Special Protection Trees (8/11)

The Purchaser shall not cut live or dead special protection trees within cutting units or clearings. Special protection trees are marked with green paint above and below stump height. The Purchaser shall protect special protection trees from damage by the Purchaser's operations. If the Purchaser's operations have cut or damaged special protection trees through carelessness, the Purchaser shall pay \$50 per tree 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

4.1.3 - Slash and earthen piles (8/04)

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

4.1.12 - 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 between the Purchaser and sale administrator is required prior to beginning any operations to determine landing locations. The Unit Manager or his/her representative must be contacted at least 10 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 5 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

5.2.1.11 - Slash for reforestation (5/07)

To facilitate reforestation, the sale area 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 (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) #3, unless changed by written agreement, cutting and skidding are not permitted during the period of April 15 to July 15. This restriction is because of bark slippage.

5.2.3.4 - Oak wilt restriction (6/10)

Within Payment Unit(s) #3 and #4, unless changed by written agreement, cutting, skidding, and hauling are not permitted during the period of April 15 to July 15. This is necessary to reduce the spread of oak wilt. For more information, contact the Unit Manager or his/her representative.

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.

5.2.39 - ORV trail/route protection (12/12)

The ORV trail or route is shown on the Timber Sale Map. Trees with orange ORV markers shall be cut off above the markers and at least 5 feet above ground. All stumps within 5 feet of the trail must be cut flush with the ground. Maintain a 20 foot wide slash, debris, and rut free zone daily using the ORV trail or route as the centerline. Do not run equipment down the ORV trail or route. Skidding across the trail or route 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

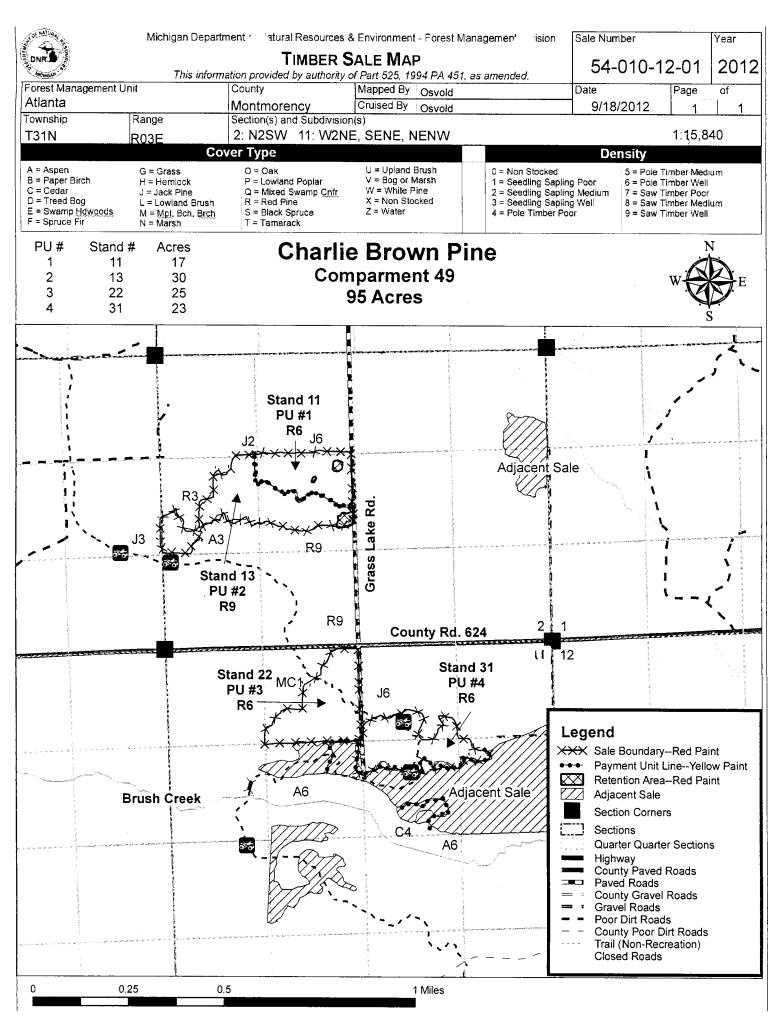
6.2.1 - Road posting (9/09)

The Purchaser is responsible for posting and maintaining caution signs on Grass Lake Road and County Road 624 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 ORV trail shown on the timber sale map 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 3/25/2013 8:38:38AM



TIMBER SALE INFORMATION

BADGER TERRITORY BLEND (54-026-12-01)

T31N, R03E, SEC. 02; T31N, R03E, SEC. 11.

Montmorency County (Advertised Price \$75,656.75)

SALE NOTE: 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. Access may be through state forest land.

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

| PRODUCTS & SPECIES | ESTIMATED UNITS* | <u>ADV</u> | /ERTISED PRICE |
|---------------------|-------------------------|------------|----------------|
| Sawlogs Red Pine | 66.70 MBF | \$ | 150.00 / MBF |
| Pulpwood | | | |
| Jack Pine | 1,320.00 Cords | \$ | 25.00 / Cord |
| Mixed Aspen | 428.00 Cords | \$ | 21.35 / Cord |
| Red Pine | 232.00 Cords | \$ | 67.40 / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$7,877.15:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | AD\ | /ERTISED PRICE |
|--------------------|------------------|-----|----------------|
| Sawlogs | | | |
| Red Oak | 16.60 MBF | \$ | 225.00 / MBF |
| Pulpwood | | | |
| Red Maple | 51.00 Cords | \$ | 18.95 / Cord |
| Red Oak | 124.00 Cords | \$ | 24.30 / Cord |
| White Pine | 13.00 Cords | \$ | 12.50 / Cord |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 9.00 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 \$4,000.00 to insure faithful performance of the conditions of the contract will be deposited by the successful bidder within 21 days of the sale award.
- 2. Cutting in any sale or unit without the required advance payment would be considered a trespass.
- 3. Total payment must be paid in advance or according to the following schedule:
 - (a) Ten percent (10%) of the sale value must be paid within 21 days of the sale award.
 - (b) The 10% down payment will be credited towards the first unit cut.
 - (c) Payment for each of the following units must be made before cutting begins in that unit:

| PAYMENT UNIT NUMBER | PERCENT OF TOTAL SALE VALUE |
|---------------------|-----------------------------|
| 01 | 10% |
| 02 | 55% |
| 03 | 20% |
| 04 | 15% |
| | |

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 06/30/2015.

Sale Specific Conditions & Requirements

Sale Name: Badger Territory Blend Sale Number: 54-026-12-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (10/12)

The sale boundary and Payment Unit boundaries are marked and identified by blue, red and/or orange paint. The painted boundary line trees are not Included Timber and are to be protected. 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 orange paint. Orange 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 (8/11)

Within Payment Unit(s) 1, 2, 3, and 4, cut all trees that are two (2) inches or more in diameter measured at a point four and one-half (4-1/2) feet above ground level regardless of merchantability except trees marked with green paint. 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

2.2.3 - Stump heights (4/07)

Stump heights within Payment Unit(s) 2 and 4 shall not exceed 6 inches for all trees. This is in order to facilitate planting operations if natural regeneration fails.

3 - Payments

3.3 - Pre-measured Sales

3.3.4 - Dividing payment units (12/08)

Payment Unit(s) #2 may be divided at the request of the Purchaser and upon approval of the Unit Manager. Dividing Payment Units is a contract modification which requires a Timber Sale Contract Supplement.

3.4 - Damaged Timber

3.4.2 - Special Protection Trees (8/11)

The Purchaser shall not cut live or dead special protection trees within cutting units or clearings. Special protection trees are marked with green paint above and below stump height. The Purchaser shall protect special protection trees from damage by the Purchaser's operations. If the Purchaser's operations have cut or damaged special protection trees through carelessness, the Purchaser shall pay \$100 per tree 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

4.1.3 - Slash and earthen piles (8/04)

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

4.1.6 - Road construction (1/09)

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 chipped, utilized or otherwise removed from the sale. 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.

4.1.12 - 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 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 10 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 5 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

5.2.1.11 - Slash for reforestation (5/07)

To facilitate reforestation, the sale area 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 (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

5.2.3.6 - 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.

5.2.4 - Dead and Down Creation

5.2.4.2 - Dead and down creation, hare and grouse (9/10)

To improve habitat for snowshoe hare, grouse, and other species, the Purchaser is to leave two trees, nine (9) inches or larger in diameter on the ground for every two acres within Payment Units #1 and #3. If possible, the logs or trees should be felled so they overlap. Note these pieces should have a minimum length of five feet. They can be of any tree species and can be an un-merchantable piece of wood or a full tree.

5.2.32 - Decking/landing restoration (9/11)

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.

5.2.39 - ORV trail/route protection (1/09)

An ORV trail is shown on the Timber Sale Map. Do not cut trees or damage posts with orange ORV markers. Maintain a 20 foot wide slash, debris, and rut free zone daily using the ORV trail or route as the centerline. Do not run equipment down the ORV trail or route. Skidding across the trail or route 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

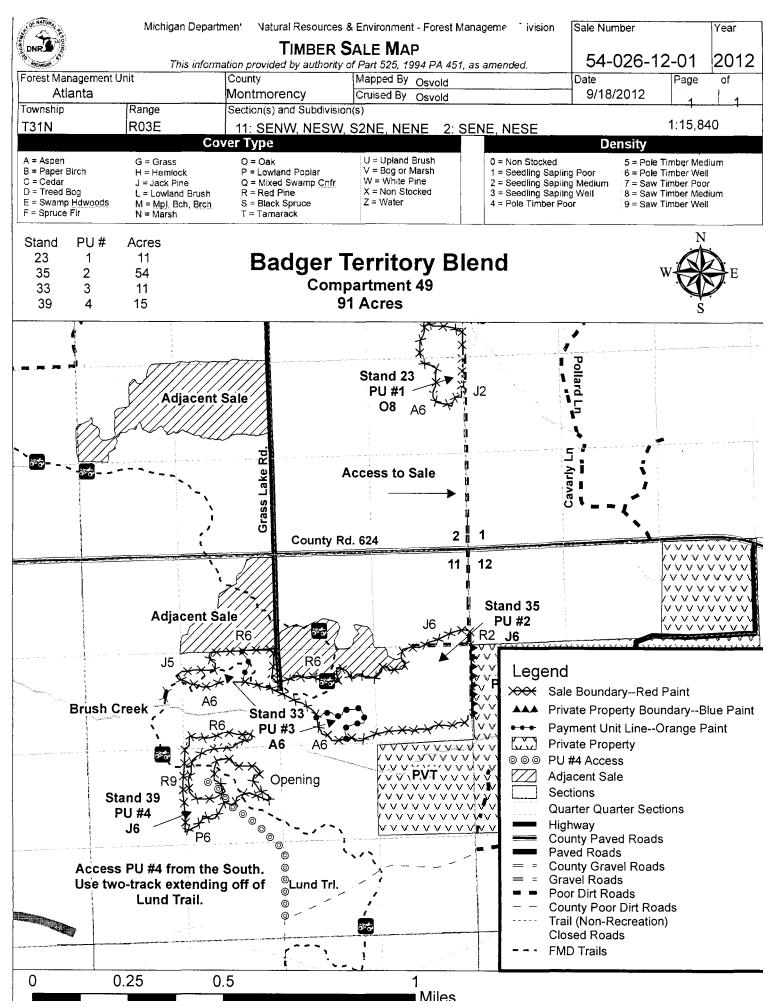
6.2.1 - Road posting (9/09)

The Purchaser is responsible for posting and maintaining caution signs on Grass Lake Road and County Road 624 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 ORV 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 3/13/2013 1:41:14PM



TIMBER SALE INFORMATION

LONG GRASS ASPEN (54-031-12-01)

T32N, R04E, SEC. 19; T32N, R04E, SEC. 30.

Montmorency County (Advertised Price \$171,196.75)

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

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

| PRODUCTS & SPECIES | ESTIMATED UNITS* | AD\ | /ERTISED PRICE |
|--------------------|------------------|-----|----------------|
| Sawlogs | | | |
| B. T. Aspen | 394.90 MBF | \$ | 69.00 / MBF |
| Red Oak | 328.30 MBF | \$ | 217.00 / MBF |
| Pulpwood | | | |
| B. T. Aspen | 1,425.00 Cords | \$ | 15.90 / Cord |
| Red Maple | 584.00 Cords | \$ | 15.30 / Cord |
| Red Oak | 1,767.00 Cords | \$ | 20.35 / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$5,156.40:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | AD\ | /ERTISED PRICE |
|--------------------|-------------------------|-----|----------------|
| Sawlogs | | | |
| Basswood | 2.80 MBF | \$ | 86.00 / MBF |
| Red Maple | 19.20 MBF | \$ | 108.00 / MBF |
| Sugar Maple | 3.70 MBF | \$ | 418.00 / MBF |
| Pulpwood | | | |
| Mixed Hardwood | 102.00 Cords | \$ | 12.70 / Cord |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 8.97 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 **\$8,600.00** to insure faithful performance of the conditions of the contract will be deposited by the successful bidder within 21 days of the sale award.
- 2. Cutting in any sale or unit without the required advance payment would be considered a trespass.
- 3. Total payment must be paid in advance or according to the following schedule:
 - (a) Ten percent (10%) of the sale value must be paid within 21 days of the sale award.
 - (b) The 10% down payment will be credited towards the first unit cut.
 - (c) Payment for each of the following units must be made before cutting begins in that unit:

| -,,, | |
|---------------------|-----------------------------|
| PAYMENT UNIT NUMBER | PERCENT OF TOTAL SALE VALUE |
| 01 | 11% |
| 02 | 23% |
| 03 | 15% |
| 04 | 17% |
| 05 | 20% |
| 06 | 14% |

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 06/30/2015.

Sale Specific Conditions & Requirements

Sale Name: Long Grass Aspen Sale Number: 54-031-12-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (10/12)

The sale boundary and Payment Unit boundaries are marked and identified by blue, red and/or green paint. The painted boundary line trees are not Included Timber and are to be protected. Exterior sale boundary lines against private property are marked with blue paint. Exterior sale boundary lines against state are marked with red paint. Exterior sale boundary along County Rd 628 and Sorensen Rd are the roads. Interior retention areas are marked with red paint. Interior Payment Unit boundaries are marked with Green paint. Painted boundary line trees are not to be cut. Green 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 (8/11)

Within Payment Unit(s) 1-6, cut all trees that are two (2) inches or more in diameter measured at a point four and one-half (4-1/2) feet above ground level regardless of merchantability except all red and white pine and yellow marked trees.

2.1.11 - Description of timber note (2/04)

Note that Mixed Hardwood Pulp includes: sugar maple, basswood, white ash, beech, and paper birch.

3 - Payments

3.3 - Pre-measured Sales

3.3.4 - Dividing payment units (12/08)

Payment Unit(s) 2-6 may be divided at the request of the Purchaser and upon approval of the Unit Manager. Dividing Payment Units is a contract modification which requires a Timber Sale Contract Supplement.

3.4 - Damaged Timber

3.4.1 - Damaged timber (6/05)

General Condition and Requirement 3.4 Damaged Timber, defines liquidated damages for undesignated live merchantable trees which are cut or injured. Damage to residual trees (defined as breaking of the cambium layer, broken tops or bending of trees from their natural position) is not acceptable.

No damage is acceptable to merchantable trees. Within the sale area, if more than 5% 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 dispersed throughout the sale.

4.1.6 - Road construction (1/09)

Construction of new roads or improvements of existing roads shall be done in such a way as to minimize the environmental and visual impacts. Merchantable trees shall be cut and utilized unless otherwise directed. Non-merchantable trees shall be severed and laid flat on the ground. Slash shall be scattered, and not left in windrows and kept a minimum of 10 feet back from the road edge. Stumps shall be set upright, not left on edge, and be moved at least 10 feet away from the road edge. Disturbed soil shall be feathered into the woods and not left in berms or windrows.

4.1.7 - Road closure (10/11)

All new roads built into the sale must be blocked to vehicle traffic upon completion of the sale. Overgrown roads that are reopened shall be considered new roads. In general, this will require constructing a four (4') foot high berm of stumps and

logs covered with earth. 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

4.2.5 - 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 10 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 5 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

5.2.1.1 - Slash within sale area (2/04)

No trees are to be felled outside the sale area and all slash is to be kept at least 10 feet back from the blue paint line.

5.2.1.10 - No slash in openings (5/10)

No brush or logging debris is to be left in the maintained wildlife opening which is indicated by G0 on the Timber Sale Map. Any damage to the opening shall be repaired according to specifications of the Unit Manager or his/her representative.

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

5.2.3.4 - Oak wilt restriction (6/10)

Within Payment Unit(s) 1-6, unless changed by written agreement, cutting, skidding, and hauling are not permitted during the period of April 15 to July 15. This is necessary to reduce the spread of oak wilt. For more information, contact the Unit Manager or his/her representative.

5.2.3.11 - Coppice regeneration protection (4/10)

Timber harvesting in any Payment Unit must be completed before significant aspen sprouting occurs in that Payment Unit so as to minimize damage to the new regeneration. Any post harvest operations, such as chipping, must be completed before sprouting of regeneration occurs. If it is anticipated that chipping will be delayed, then tops shall be carried to one central location or left unchipped. The Unit Manager or his/her representative may cease such operations if sprouting occurs before the operation is complete.

5.2.4 - Dead and Down Creation

5.2.4.4 - Dead and down creation, grouse (9/09)

To encourage grouse and other wildlife, in Payment Unit(s) 1-6, leave one, 12" diameter or larger log-length (8 foot minimum) piece on the ground for every 2 acres. These will be evenly scattered throughout the cut unit. This can be an unmerchantable piece or a full tree.

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.

5.4.3 - Erosion control (12/08)

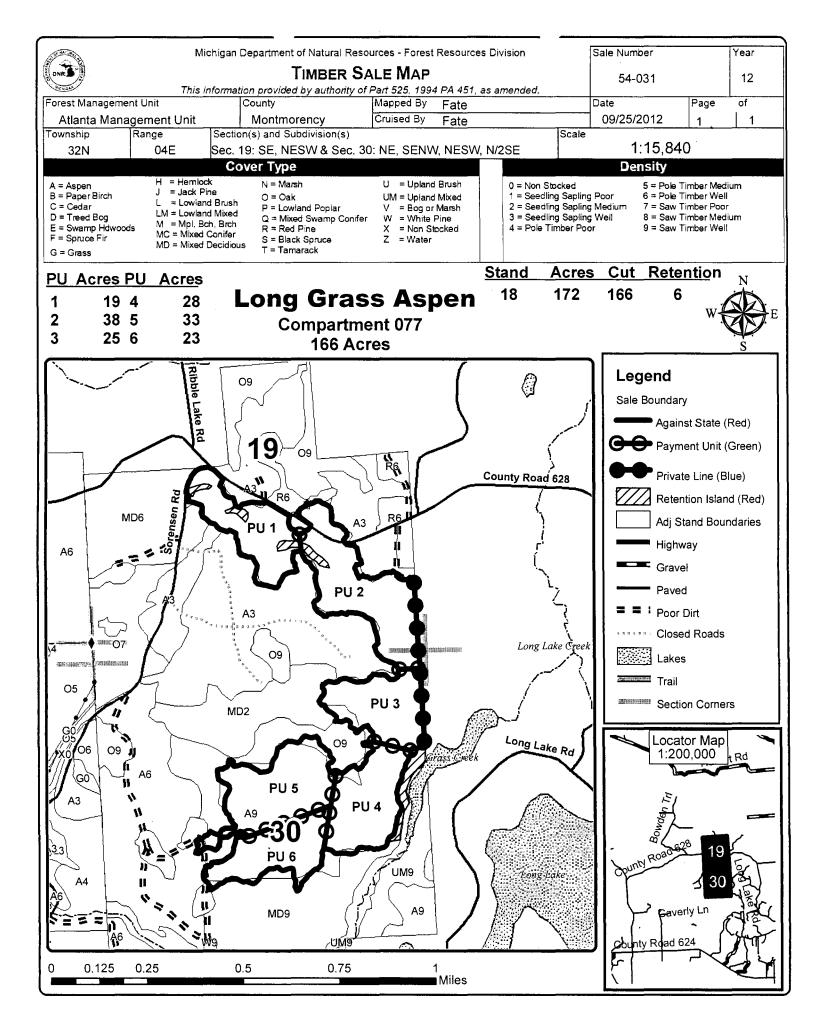
Skid trails or haul roads may require erosion control structures or berms per direction of the Unit Manager or his/her representative.

5.8 - Protection of Endangered Species

5.8.5 - Protection of raptor nests (4/09)

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.

Section Name: Sale Specific Current as of 3/12/2013 2:59:40PM



TIMBER SALE INFORMATION

R.R.T. ASPEN (54-036-11-01)

T32N, R03E, SEC. 27.

Montmorency County (Advertised Price \$6,154.35)

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

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

| PRODUCTS & SPECIES | S & SPECIES ESTIMATED UNITS* | | ADVERTISED PRICE | |
|--------------------|------------------------------|----|------------------|--|
| Pulpwood | | | | |
| B. T. Aspen | 281.00 Cords | \$ | 20.50 / Cord | |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$393.85:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | <u>ADV</u> | ERTISED PRICE |
|--------------------|-------------------------|------------|---------------|
| Pulpwood | | | |
| Balsam Fir | 8.00 Cords | \$ | 12.00 / Cord |
| Mixed Hardwood | 23.00 Cords | \$ | 12.95 / Cord |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 19.56 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 \$400.00 to insure faithful performance of the conditions of the contract will be deposited by the successful bidder within 21 days of the sale award.
- 2. Cutting in any sale or unit without the required advance payment would be considered a trespass.
- 3. Total payment must be paid in advance or according to the following schedule:
 - (a) Ten percent (10%) of the sale value must be paid within 21 days of the sale award.
 - (b) The remainder is due before cutting begins.
- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 06/30/2015.

Sale Specific Conditions & Requirements

Sale Name: R.r.t. Aspen Sale Number: 54-036-11-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (10/12)

The sale boundary is marked and identified by blue and red paint. The painted boundary line trees are not Included Timber and are to be protected. Exterior sale boundary lines against private property are marked with blue paint. Exterior sale boundary lines against state are marked with red paint. Interior retention pockets are marked with red paint.

2 - Timber Specifications

2.1 - Included Timber

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

Within Payment Unit(s) 1, cut all trees that are two (2) inches or more in diameter measured at a point four and one-half (4-1/2) feet above ground level regardless of merchantability except do not cut any white pine, red pine, or oak.

2.1.11 - Description of timber note (2/04)

Note that Mixed Hardwood includes sugar maple, red maple, and paper birch.

3 - Payments

3.4 - Damaged Timber

3.4.1 - Damaged timber (6/05)

General Condition and Requirement 3.4 Damaged Timber, defines liquidated damages for undesignated live merchantable trees which are cut or injured. Damage to residual trees (defined as breaking of the cambium layer, broken tops or bending of trees from their natural position) is not acceptable.

No damage is acceptable to merchantable trees. Within the sale area, if more than 5 % 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 dispersed throughout the sale.

4.1.12 - No new roads (6/10)

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 (12/08)

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 10 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 5 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

5.2.1.1 - Slash within sale area (2/04)

No trees are to be felled outside the sale area and all slash is to be kept at least 10 feet back from the blue paint line.

5.2.1.9 - No Slash:pipe/powerline, oil/gas sites (2/04)

All pipelines, power lines, oil or gas storage sites and related access roads are to remain free of slash at all times.

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.

5.2.4 - Dead and Down Creation

5.2.4.4 - Dead and down creation, grouse (9/09)

To encourage grouse and other wildlife, in Payment Unit(s) 1, leave one, 12" diameter or larger log-length (8 foot minimum) piece on the ground for every 2 acres. These will be evenly scattered throughout the cut unit. This can be an unmerchantable piece or a full tree.

5.2.32 - Decking/landing restoration (9/11)

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 (1/09)

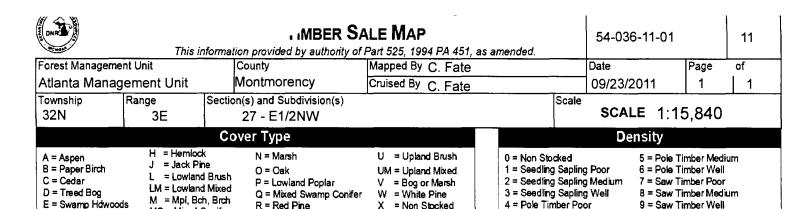
Operations are to cease immediately if equipment and weather conditions result in rutting of roads and skid trails which is 12 inches or greater in depth and 50 feet in length. The Unit Manager or his/her representative may restrict hauling and/or skidding if ruts exceed the specified depth. With the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

5.8 - Protection of Endangered Species

5.8.5 - Protection of raptor nests (4/09)

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.

Section Name: Sale Specific Current as of 3/13/2013 1:36:54PM



R.R.T. ASPEN

Z = Water

X = Non Stocked

R = Red Pine

T = Tamarack

S = Black Spruce

MC = Mixed Conifer

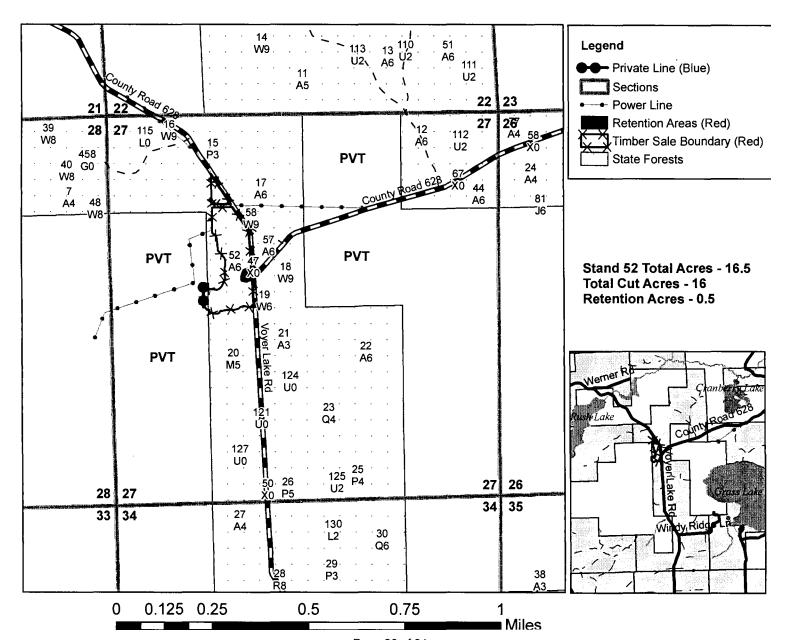
MD = Mixed Decidious

F = Spruce Fir

G = Grass

Montmorency County Compartment 074 16 Acres





BID PRICE

PRODUCTS & SPECIES

BID FORM

<u>CHARLIE BROWN PINE (54-010-12-01)</u> T31N, R03E, SEC. 02; T31N, R03E, SEC. 11, Montmorency County

ADVERTISED PRICE

In response to the notice of sale to be held 10:00 a.m. (local time) on May 21, 2013, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

ESTIMATED UNITS*

| Sawlogs | | | | | | |
|--|-------------------|----------------------|---------|----------------------------|---------------------|--------------------------|
| Red Pine | 302.00 | MBF | \$ | 145.00 / MBF | \$ | / MBF |
| Pulpwood | | | | | | |
| Jack Pine | 387.00 | Cords | \$ | 25.75 / Cord | \$ | / Cord |
| Red Pine | 1,053.00 | Cords | \$ | 54.65 / Cord | \$ | / Cord |
| n addition, the successful bidder agree | es to purchase | the following specie | s at th | ne indicated advertised pr | rice for a total va | lue of \$1,805.10 : |
| PRODUCTS & SPECIES | ESTIMATE | O UNITS* | ADV | ERTISED PRICE | | |
| Sawlogs | | | | | | |
| Red Oak | 8.00 | MBF | \$ | 187.00 / MBF | | |
| Pulpwood | | | | | | |
| Red Oak | 22.00 | Cords | \$ | 14.05 / Cord | | |
| * The total volume is statistically estima Prospective bidders are urged to exam | • | | • | | | t subject to adjustment. |
| understand that any or all bids may bunderstand that consideration and awa equipment and staffing subject to my c | ording a contract | • | | | | • |
| | | | | | | |

| | FEDERAL ID: | or SOCIAL SECU | IRITY NUMBER: | | | |
|------------|---|--------------------|----------------------|----------------|--|--|
| | Company or individual bidding: | | | | | |
| | Company representative's name: | | | | | |
| | Address: | | | | | |
| | City: | State: | Zip: | | | |
| F AVAILA | ABLE, PLEASE PLACE THE PERSON | NALIZED LABEL FROM | YOUR PROSPECTUS IN 1 | THE ABOVE BOX. | | |
| Individual | dividual or company representative's signature: Date: | | | | | |
| Phone nu | mber : | Email (d | optional): | | | |



Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

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

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

VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber sale contract.
 In addition, if boxes 2B or 2C are checked, then Notice of Exclusion or Certificate of Insurance must be submitted within 21 days of the contract award and prior to the issuance of the timber sale contract.
 All Information must be typed or printed except for written signatures.

| Ple | ease Check Appropriate Categories: |
|------|---|
| 1. | My business is organized as (you must check <u>one</u> of the boxes below): A. Sole Proprietorship (individual) B. Partnership C. Corporation |
| 2. | You must check <u>one</u> of the boxes below: |
| | A. I certify that my business is a sole proprietorship and it has no employees but the sole proprietor. I am not subject to the Worker's Compensation Laws. |
| | B. |
| 3. | If you have checked item 2(A) or 2(B), you must indicate the number of both full-time and part-time employees, other than yourself, including family members and active partners (if none, you must enter "0"). |
| | Full-time Employees Part-time Employees |
| Nam | ne of Business Federal ID (or) Social Security No. |
| Add | Telephone () |
| City | State ZIP |
| 000 | ereby certify that the above information is true and correct. I agree to notify the Michigan DNRE of any changes that our in factors affecting my coverage during any of my present and future operations. |
| 7 | Title Date |

BID FORM

BADGER TERRITORY BLEND (54-026-12-01) T31N, R03E, SEC. 02; T31N, R03E, SEC. 11, Montmorency County

In response to the notice of sale to be held 10:00 a.m. (local time) on May 21, 2013, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

| PRODUCTS & SPECIES | ESTIMATE | UNITS* | AD\ | /ERTISED PRICE | BID PRIC | <u>Æ</u> |
|--------------------|-----------------|--------|-----|----------------|----------|----------|
| Sawlogs | | | | | | |
| Red Pine | 66.70 | MBF | \$ | 150.00 / MBF | \$ | / MBF |
| Pulpwood | | | | | | |
| Jack Pine | 1,320.00 | Cords | \$ | 25.00 / Cord | \$ | / Cord |
| Mixed Aspen | 428.00 | Cords | \$ | 21.35 / Cord | \$ | / Cord |
| Red Pine | 232.00 | Cords | \$ | 67.40 / Cord | \$ | / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$7,877.15:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | | ADVERTISED PRICE | | |
|--------------------|------------------|----|------------------|--|--|
| Sawlogs Red Oak | 16.60 MBF | \$ | 225.00 / MBF | | |
| Pulpwood | | | | | |
| Red Maple | 51.00 Cords | \$ | 18.95 / Cord | | |
| Red Oak | 124.00 Cords | \$ | 24.30 / Cord | | |
| White Pine | 13.00 Cords | \$ | 12.50 / Cord | | |
| | | | | | |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 9.00 percent. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.

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

| | FEDERAL ID: | or SOCIA | AL SECURITY NUMBER: | | | |
|---|---|----------|---------------------|--|--|--|
| | Company or individual bidding | | | | | |
| | Company representative's name | ne: | | | | |
| | Address: | | | | | |
| | City: | State: | Zip: | | | |
| F AVAILABLE, PLEASE PLACE THE PERSONALIZED LABEL FROM YOUR PROSPECTUS IN THE ABOVE BOX. | | | | | | |
| ndividual | lividual or company representative's signature: Date: | | | | | |
| Phone number : Email (optional): | | | | | | |



Title

Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

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

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

| | VERIFICATION OF WO | RKER'S DISABIL | ITY COMPE | ENSATION 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 days of the contract award and prior to the | | | Certificate of Insurance must be submitted within 21 contract. | | | |
| • | All Information must be typed or printed e | xcept for written si | gnatures. | | | | |
| Ple | ase Check Appropriate Categories: | | | | | | |
| 1. | My business is organized as (you must A. Sole Proprietorship (individual) B. Partnership C. Corporation | check <u>one</u> of the l | boxes below | v): | | | |
| 2. | Worker's Compensation Laws. B. | proprietorship and it fied its obligation to . 5/96). I will provio the BWC-337, please ker's Compensation | o the Worker' de a copy of t e call the Wo n Policy. I wi | oloyees but the sole proprietor. I am not subject to the r's Compensation Act through the use of an approved the Notice of Exclusion within 21 days of the contract orker's Compensation Bureau at 517-322-1195). | | | |
| 3. | than yourself, including family members | | | r of both full-time and part-time employees, other you must enter "0"). | | | |
| | Full-time Er | nployees | | Part-time Employees | | | |
| Nam | e of Business | | Federal ID (or) | r) Social Security No. | | | |
| Address Telephone () | | | | | | | |
| City State | | | ZIP | | | | |
| occ _ | hereby certify that the above information is true and correct. I agree to notify the Michigan DNRE of any changes that cour in factors affecting my coverage during any of my present and future operations. Signature of Owner or Authorized Representative | | | | | | |

Date

FEDERAL ID:

BID FORM

LONG GRASS ASPEN (54-031-12-01) T32N, R04E, SEC. 19; T32N, R04E, SEC. 30, Montmorency County

In response to the notice of sale to be held 10:00 a.m. (local time) on May 21, 2013, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

| PRODUCTS & SPECIES | ESTIMATE | D UNITS* | AD\ | VERTISED PRICE | BID P | RICE |
|--------------------|-----------------|----------|-----|----------------|-------|--------|
| Sawlogs | | | | | | |
| B. T. Aspen | 394.90 | MBF | \$ | 69.00 / MBF | \$ | / MBF |
| Red Oak | 328.30 | MBF | \$ | 217.00 / MBF | \$ | / MBF |
| Pulpwood | | | | | | |
| B. T. Aspen | 1,425.00 | Cords | \$ | 15.90 / Cord | \$ | / Cord |
| Red Maple | 584.00 | Cords | \$ | 15.30 / Cord | \$ | / Cord |
| Red Oak | 1,767.00 | Cords | \$ | 20.35 / Cord | \$ | / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$5,156.40:

| PRODUCTS & SPECIES ESTIMATED UNITS | | | <u>ADVERTISED I</u> | | |
|------------------------------------|--------|-------|---------------------|--------------|--|
| Sawlogs | | | | | |
| Basswood | 2.80 | MBF | \$ | 86.00 / MBF | |
| Red Maple | 19.20 | MBF | \$ | 108.00 / MBF | |
| Sugar Maple | 3.70 | MBF | \$ | 418.00 / MBF | |
| Pulpwood | | | | | |
| Mixed Hardwood | 102.00 | Cords | \$ | 12.70 / Cord | |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 8.97 percent. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.

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

or SOCIAL SECURITY NUMBER:

| | Company or individual bidding: | | | | | | |
|----------------------------------|---|--------|------|---|--|--|--|
| | Company representative's name: | | | | | | |
| | Address: | | | _ | | | |
| | City: | State: | Zip: | _ | | | |
| F AVAIL | AVAILABLE, PLEASE PLACE THE PERSONALIZED LABEL FROM YOUR PROSPECTUS IN THE ABOVE BOX. | | | | | | |
| ndividual | dual or company representative's signature: Date: | | | | | | |
| Phone number : Email (optional): | | | | | | | |



Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

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

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

| This verification must be completed and submitted within 21 days of contract awar | d and prior to the issuance of the timber |
|---|---|
| sale contract. | • |
| n addition, if boxes 2B or 2C are checked, then Notice of Exclusion or Certificate of | of Insurance must be submitted within 2 |

VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

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. 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 You must check one of the boxes below: A. I certify that my business is a sole proprietorship and it has no employees but the sole proprietor. I am not subject to the Worker's Compensation Laws. B. I certify that my business has satisfied its obligation to the Worker's Compensation Act through the use of an approved Notice of Exclusion (BWC-337, Rev. 5/96). I will provide a copy of the Notice of Exclusion within 21 days of the contract award. (For questions or a copy of the BWC-337, please call the Worker's Compensation Bureau at 517-322-1195). C. I certify that my business has a Worker's Compensation Policy. I will provide an original Certificate of Insurance within 21 days of the contract award. 3. If you have checked item 2(A) or 2(B), you **must** indicate the number of **both** full-time and part-time employees, other than yourself, including family members and active partners (if none, you must enter "0"). Full-time Employees Part-time Employees Federal ID (or) Social Security No. Name of Business Telephone Address ZIP City State I hereby certify that the above information is true and correct. I agree to notify the Michigan DNRE of any changes that occur in factors affecting my coverage during any of my present and future operations. Signature of Owner or Authorized Representative Title Date

PRODUCTS & SPECIES

BID FORM

ATLANTA MANAGEMENT UNIT ATLANTA OFFICE

BID PRICE

R.R.T. ASPEN (54-036-11-01) T32N, R03E, SEC. 27, Montmorency County

ADVERTISED PRICE

In response to the notice of sale to be held 10:00 a.m. (local time) on May 21, 2013, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

ESTIMATED UNITS*

| Pulpwood | | | | | · | |
|--|----------------------|---------------|-----------------|-----------------------|------------------|--------------------------------|
| B. T. Aspen | 281.00 | Cords | \$ | 20.50 / Cord | \$ | / Cord |
| In addition, the successful bidder | agrees to purchase | the following | g species at th | e indicated advertise | ed price for a t | otal value of \$393.85 : |
| PRODUCTS & SPECIES Pulpwood | <u>ESTIMATEI</u> | O UNITS* | ADV | ERTISED PRICE | | |
| Balsam Fir | 8.00 | Cords | \$ | 12.00 / Cord | | |
| Mixed Hardwood | 23.00 | Cords | \$ | 12.95 / Cord | | |
| * The total volume is statistically Prospective bidders are urged to | | | | | | and not subject to adjustment. |
| I understand that any or all bids r understand that consideration an equipment and staffing subject to | d awarding a contrac | | - | | | |
| FEDERAL ID: | | or SOCIAL | SECURITY N | JMBER: | | |
| Company or individual | bidding: | | | | | |
| Company representati | ve's name: | | | | | |
| Address: | | | | | | |
| City: | | | | | | |
| IF AVAILABLE, PLEASE PLACE | THE PERSONALIZI | ED LABEL F | ROM YOUR | PROSPECTUS IN T | HE ABOVE B | OX. |
| Individual or company representative's signature: | | | | | Date: | |
| Phone number : Email (optional): | | | | | | |



Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

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

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

VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber sale contract. In addition, if boxes 2B or 2C are checked, then Notice of Exclusion or Certificate of Insurance must be submitted within 21 days of the contract award and prior to the issuance of the timber sale contract. All Information must be typed or printed except for written signatures. 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 You must check one of the boxes below: A. I certify that my business is a sole proprietorship and it has no employees but the sole proprietor. I am not subject to the Worker's Compensation Laws. B. I certify that my business has satisfied its obligation to the Worker's Compensation Act through the use of an approved Notice of Exclusion (BWC-337, Rev. 5/96). I will provide a copy of the Notice of Exclusion within 21 days of the contract award. (For questions or a copy of the BWC-337, please call the Worker's Compensation Bureau at 517-322-1195). C. I certify that my business has a Worker's Compensation Policy. I will provide an original Certificate of Insurance within 21 days of the contract award. 3. If you have checked item 2(A) or 2(B), you must indicate the number of both full-time and part-time employees, other than yourself, including family members and active partners (if none, you must enter "0"). Full-time Employees Part-time Employees Federal ID (or) Social Security No. Name of Business Telephone Address ZIP City State I hereby certify that the above information is true and correct. I agree to notify the Michigan DNRE of any changes that

occur in factors affecting my coverage during any of my present and future operations.

Signature of Owner or Authorized Representative

Title Date