Invitation for Bids on Timber Stumpage

DEPARTMENT OF NATURAL RESOURCES
KETTLE MORaine STATE FOREST - SOUTHERN UNIT
Timber Sale Tract 8 - 2020
Highway O Esterly Sale

The Wisconsin Department of Natural Resources is offering for sale certain timber on the following described areas in the Kettle Moraine State Forest - Southern Unit. The sale will be sold as one tract. Prospective bidders are urged to examine this timber and to make their own evaluation of quality and quantity. **Note:** This sale is being sold by weight, **bids must be in price per ton for all species.**

Tract 8 - 2020 Highway O Esterly Sale - Part of Section 19 in T4N R16E, La Grange Township, and part of Section 24 in T4N R15E, Whitewater Township, both in Walworth County.

This sale includes a total of 91 acres, with 87 acres being conifer plantations, with 4 acres of adjacent hardwoods in a few spots. The harvest involves a first thinning of all of the pine plantation area, and a second thinning of a spruce stand at the west end of the main sale area off Highway O. 1) The pine stand off Highway O is to be a row thin. The pines are in sets of three rows each, with oaks planted in between those sets of rows. The middle row of each set of three pine rows is to be cut. If several trees are missing in the “leave” rows, then some trees are to be left in the “take” rows to avoid opening large holes in the stand. Some edge areas have been marked with orange paint for harvest here. 2) In the two sites off Esterly Road, trees have been marked with orange paint for harvest. 3) In addition, through the entire sale area, all elm, box elder and mulberry are to be cut whether marked or not. The timber sale maps show the harvest instructions for each area.

**Timber Sale Summary (total minimum value = $13,614.50)**

<table>
<thead>
<tr>
<th>Species</th>
<th>Estimated Volume</th>
</tr>
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<tbody>
<tr>
<td>Red Pine</td>
<td>735 tons</td>
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<td>Spruce</td>
<td>40 tons</td>
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<td>Mixed Hardwood</td>
<td>150 tons</td>
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Sealed bids will be received by the Forester up to 1:00 pm on Friday, January 29, 2021 at the Kettle Moraine State Forest Headquarters, 391 W39091 Highway 59, Eagle, Wisconsin 53119. Bids will be opened at that time. **Note however that this bid opening will be closed to the public due to Covid restrictions. Bids will be opened by DNR staff, and interested bidders can listen in if desired by calling (262) 470-5225. Contact Michael Sieger with any questions about this invitation for bids at (262) 470-5225.**

Bids shall include the following and be submitted on Form #2400-49 (included with this bid notice).

1. Tract number
2. List of species to be cut and estimated volume
3. Bid prices per unit for each species and product
4. Signature and address of bidder

The Department of Natural Resources reserves the right to reject any or all bids.

These lands are 3rd party certified.
Timber Sale Prospectus and Contract Procedures

A. Bidding, Payment and Contract Procedures.

1. Bids shall be submitted in sealed envelopes and marked "Bid for Timber Stumpage" on the outside.

2. The Department of Natural Resources reserves the right to reject any and all bids. Bids will be accepted or rejected within 14 days.

3. **No bid bond is required when bidding on this sale,** however winning bidders will still have to submit a performance bond equal to 15% of the estimated sale value using any of the normal forms of payment: cash, a certified check or bank money order, company (personal) check, or irrevocable letter of credit, to be held until the contract is fulfilled. **If the winning bidder fails to execute the contract and submit an acceptable performance bond, the bidder shall be required to forfeit to the department and amount equal to 10% of the total bid amount. Failure to forfeit the 10% penalty will result in the bidder being considered ineligible to bid on any state timber sales for a two-year period.**

   **If an irrevocable letter of credit is to be used for the performance bond, then the term of the letter MUST extend one year beyond the contract expiration date. As this contract will expire on June 30, 2023, then an irrevocable letter of credit shall run through June 30, 2024. After satisfactorily completing the sale, the bond may be credited as payment for stumpage (on another state timber sale), refunded, or withheld in total, or in part, as liquidated damages according to the condition of the sale.**

4. All stumpage payments will be cash, certified check or bank money order, or company (personal) check. Stumpage payments shall be made before the removal of timber from the sale area unless otherwise specifically authorized by the Department forester administering the sale.

5. The contract period will be for two (2) years, expiring on June 30, 2023. Certification of workmen's compensation must be provided before the contract will be signed.

6. **LOGGER TRAINING REQUIREMENT:** As of 1/1/2006, the Wisconsin Department of Natural Resources requires that logging contractors that operate on state land be appropriately trained. This is to comply with forest certification requirements and to promote the health and welfare of logging contractors. Purchasers of state timber sales are responsible for ensuring that the actual logging contractor engaged in the performance of the contract complies with the Wisconsin SFI (Sustainable Forestry Initiative) Training Standard as adopted by the Wisconsin SFI Implementation Committee. Criteria for the standard can be found at the website www.fistausa.org/sfi_standards or by contacting the Forest Industry Safety & Training Alliance (FISTA). Documentation confirming completion of the training standard will be required prior to signing sale contracts.

7. The winning bidder must submit all necessary paperwork within 6 weeks of the bid opening, by March 12, 2021, including the signed contract, performance bond, a copy of their workmen's compensation insurance certificate, and the tax exempt form (if not already on file here).

B. Cutting and Operational Requirements

1. Cutting specifications are shown on the timber sale maps. In the pine stand off Highway O, this is a row thin, cut the middle row of each set of three rows. If several trees are missing in a "leave" row, then leave a few trees in the "take" row to avoid opening large holes in the stand. Some trees are marked with orange paint at the edge of this stand. In the spruce stand, and the pine stands off Esterly Road, cut all trees marked with orange paint on the stem and on the stump, unless otherwise designated by the Forester. In all areas, cut all elm, box elder and mulberry within the sale area whether marked or not.
2. All trees marked or designated for cutting shall be utilized to a four-inch top diameter. Maximum stump height shall not exceed stump diameter. Damage to residual trees is to be kept at a minimum, and careless equipment operation will not be tolerated.

3. All slash shall be lopped and/or scattered to lie within three feet of the ground; slash must also be removed from all public access trails and roads. Slash shall be removed from trails so that it does not lie on or protrude into the trail zone. Slash that may fall in these areas must be removed immediately. This is to be done concurrent with the cutting operation.

4. **Special Note:** The stumps of all pine and spruce trees cut on this sale are to be treated with an approved product to prevent infection by Heterobasidion root disease (HRD). This can be done by the contracting logger’s crew if certified to apply pesticides, or a private contractor can be hired to treat the stumps as the harvest occurs, within 48 hours of being cut. Blue dye must be used with the spray mix to identify stumps that have been treated. If the stumps are being treated by hand, all reasonable efforts must be taken during the felling and skidding to keep slash off of the pine and spruce stumps to make it easier to find them and treat them. The logging crew must maintain communication with the applicator so that the applicator knows when logging is occurring, when to be on site to treat stumps, and where the cutting has occurred.

5. This sale area off Esterly Road is crossed by two state trails as shown on the timber sale maps, which include the Ice Age Hiking Trail, and a horse/snowmobile trail. Damage to these trails will not be tolerated and any damage that may occur must be repaired immediately. The trails may be crossed by equipment as needed as long as conditions allow (frozen or dry and firm ground) but running equipment on the trails shall not occur unless permitted by the Forester.

6. Rutting is a serious concern of this forest. Varied skidding routes should be taken, if necessary, to avoid excessive rutting. Excessive rutting or any other damage caused by the harvesting operations must be repaired in a timely manner to the satisfaction of the Forest Superintendent. Ruts will be considered excessive if they are 6 inches or greater in depth. Within 100 feet of the trails, rutting excessiveness will be determined by the Forest Superintendent, and may be more restrictive than the 6” maximum.

7. The location of yarding sites is subject to advance approval of the Forest Superintendent and Forester. Yarding areas must be cleared of stumps, down trees, trash and kept neat and in good repair during the contract period. Cut-offs or other wood debris must be cleared from the site in a neat manner, not simply pushed in a pile at the edge of the area used.

8. **Note:** The harvest area west of Highway O requires crossing a gas pipeline. No wood shall be decked on the pipeline, and mats must be laid down to distribute truck or forwarder weight when crossing that area. Heavy rubber mats were used for this purpose the last time this was thinned.

9. The Forest Superintendent or Forester reserve the right to suspend logging activities during unusual weather conditions.

10. The cost of the repair or replacement of any land survey, monument or accessory that is removed, destroyed or made inaccessible shall be withheld from the deposit. In the event that the deposit is insufficient to cover such cost, the provisions of Statute 59.635 shall be enforced.

11. Cutting of these areas shall be completed during the contract period. **This includes the removal of the cut wood from the sale area. Extension may be granted by the DNR or its authorized representative for six month periods, at their discretion. **A reasonable effort must be shown to complete the sale during the contract period to warrant an extension. All stumpage payments will be increased 5% for the first extension and increased 10% for a second extension.
C. Operator Instructions for Wood Hauling and Scaling Procedures.

1. Mill scale, weight or measured, shall be used for pulpwood and sawtimber. The ticket system will be utilized for all wood hauled. If scaling conversions are necessary, they shall be calculated at the rate of 2.44 cords per one thousand board feet for conifers (pine and spruce), and 2.20 cords per one thousand board feet for hardwood. Weight conversions, if necessary, will be at the following rates: 4,750 pounds per cord for red pine, 4,500 pounds per cord for white pine, 4,000 pounds per cord for spruce, and 5,000 pounds per cord for mixed hardwoods. If wood is being hauled to a purchaser that cannot or will not return a scale slip to this Forest, then the wood must be scaled by the Forest representative before being hauled.

2. Price per ticket (for contractors required to pre-pay, or those preferring this method) will be based on bid price per ton and average tons per haul.

3. A wood hauling ticket must be made out for each truckload of wood leaving the sale area.

4. The wood hauling ticket will be filled out, and the top copy detached and dropped in a lock box BEFORE the loaded truck leaves the sale area.

5. Truck driver must have corresponding and current sale hauling ticket in possession when transporting state forest wood.

6. The Department of Natural Resources reserves the right to have its agents check scale at any time.

7. The third portion of the wood hauling ticket must be detached and deposited with mill scaler at the time of wood delivery.

8. The timber sale contractor will be accountable for all hauling tickets issued to him.

9. Upon completion of the timber sale, all unused haul tickets will be returned to the Kettle Moraine State Forest - Southern Unit headquarters.

10. Hauling tickets may not be transferred between contractors.

11. Lock boxes will be provided by the Department of Natural Resources representative.

12. A list of all wood destinations will be given to the Forester by the operator. Any change in wood destination will be reported to the Forester before any wood products are hauled to the new destination.

13. Failure to follow the above provisions will be a violation of the sale contract.
Harvest area. This is mostly a row thin harvest. Cut the middle row of each set of three rows. Where several trees are missing in the leave rows, leave trees in the take row to avoid opening large holes in the stand. Some edge areas have marked trees, cut all trees marked with orange paint instead of row thinning. Cut all box elder, elm and mulberry present in the sale area.

- Potential decking area
Sale area. Cut all trees marked with orange paint. Cut all box elder, mulberry and elm whether marked or not.

Potential decking site
Sale Area. Cut all trees marked with orange paint. Also cut all box elder, mulberry and elm whether marked or not.
**Timber Sale Bid**

**State of Wisconsin**
**Department of Natural Resources**

dnr.wi.gov

**Notice**: Completion of this form is mandatory. The Department will not recognize your bid unless you complete and submit this form. Personal information collected will be used for program administration and may be provided to requesters as required by Wisconsin's Public Records law [ss. 19.31-19.39, Wis. Stats.].

<table>
<thead>
<tr>
<th>Bidder Name</th>
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<table>
<thead>
<tr>
<th>Street Address</th>
<th>City</th>
<th>State</th>
<th>ZIP Code</th>
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</thead>
<tbody>
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<td></td>
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<tr>
<th>Property Name (if any)</th>
<th>Timber Sale Name</th>
<th>Tract Number</th>
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<tbody>
<tr>
<td>Kettle Moraine State Forest - Southern Unit</td>
<td>Highway O Esterly Sale</td>
<td>8 - 2020</td>
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<thead>
<tr>
<th>Date and Hour of Bid Opening</th>
<th>Minimum Acceptable Bid (optional)</th>
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<tbody>
<tr>
<td>1:00 pm on Friday January 29, 2021</td>
<td>$13,614.50</td>
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<th>Estimated Volume</th>
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<tr>
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<td>735 Tons</td>
<td>4&quot; min. top diameter</td>
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The award shall be based on this **TOTAL BID AMOUNT**:

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<tr>
<th>Performance Bond</th>
<th>Will be in the form of: (select one)</th>
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<tbody>
<tr>
<td></td>
<td>○ Personal Check ○ Assurance Bond</td>
</tr>
<tr>
<td></td>
<td>○ Certified Check/Money Order ○ Certificate of Deposit</td>
</tr>
<tr>
<td></td>
<td>○ Irrevocable Letter of Credit ○ Assignment of Savings Account</td>
</tr>
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I understand that any or all bids may be rejected and that consideration and awarding of a contract will be based upon my past performance and ability to complete contracts. I also understand that if I am the winning bidder, I have 6 weeks from the date of the bid opening to submit an acceptable performance bond. I also understand that if I am awarded the contract and fail to execute it or work under it, I will be required to forfeit to the Department an amount equal to 10% of my total bid amount. Failure to forfeit the 10% penalty will result in being considered ineligible to bid on any state timber sales for a two-year duration. In the event the highest bidder can not or will not sign the contract, the award will be made to the next highest qualified bid.

**Notice**: I understand:

Utilization specifications and estimated volumes are listed in the prospectus which is available upon request from the Department.

A copy of the standard timber sales contract which must be entered into is available upon request from the Department.

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**Signature of Bidder**

Bidder's Name (Please Print or Type)

Phone Number (include area code)

Email Address