

MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

NOTICE OF SALE OF STUMPAGE ON STATE LANDS IN THE FOLLOWING AREA: BAUDETTE AREA

STATUS: COMPLETED INTERMEDIATE AUCTION - SALE #2 ORAL BID

Notice is hereby given that I offered for sale at public auction in Baudette, MN at 10:00 AM on Wednesday, May 25, 2016, timber belonging to the State of Minnesota. All tracts were offered at the Baudette Area Forestry Office in Baudette, MN.

All of the timber offered was SFI and FSC certified.

The following pages list the lands upon which the timber was located, the estimated quantities of timber offered, the appraised prices, and the bid prices.





MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

INTERMEDIATE AUCTION
ORAL BID TIMBER SALE
BAUDETTE AREA

10:00 AM on May 25, 2016 Baudette Area Forestry Office in Baudette, MN

TERMS OF SALE

- This auction sale will be held according to Minnesota Statutes Sections 90.101 and 90.14. Timber shall be offered and sold by the same unit of measure as it was appraised. Sale shall be made to whoever bids the highest price for all timber species advertised for bidding on each tract. Bidding over the appraised price shall be by increments of one (1) percent or more. The percent bid up will be added to the appraised price of each species indicated as a bid species by a plus symbol (+) on the Notice of Sale. Any or all bids may be rejected and sales canceled for good and sufficient reasons.

REGISTRATION AND ELIGIBLE BIDDERS

- Interested persons must be registered at least four (4) business days prior to the auction by submitting an *Annual Timber Sales Purchaser Registration* form. No bid will be accepted from anyone having a delinquent timber sale account or trespass account or a willful timber trespass with any public agency in Minnesota, or from anyone who does not qualify as a Responsible Bidder as defined in Minnesota Statutes § 90.01 (12), or from anyone who has been debarred for cause by any public agency [M.S. § 90.041 (11)]. Purchase is limited to registered persons or companies with 30 or fewer employees. No bidder may purchase more than twenty-five (25) percent of the tracts offered on the first round of bidding. Purchases or attempts to purchase tracts beyond the twenty-five (25) percent limit will result in the forfeiture of the down payment and loss of the tract.

DOWN PAYMENT

- Purchasers of timber must pay a down payment of fifteen (15) percent of the appraised value of the timber at the time the purchaser's bid is approved. The down payment will be kept on deposit by the State and applied against any billings for timber. The purchaser may elect to have the down payment refunded if they post security for one hundred (100) percent of the bid price of the timber (see Security Required). If the purchaser does not sign the permit document within 45 days of sale, the down payment will forfeit to the State. A permit signature extension of 10 business days may be granted, provided the purchaser pays a \$200 penalty.

BID GUARANTEE

- For any bid increase in excess of \$10,000 of the appraised price, a bid guarantee equal to fifteen (15) percent of the total bid price of the timber less the down payment amount is required at the time the permit is signed. If the bid guarantee is not submitted with the signed permit, the permit cancels, and the down payment forfeits to the State. If the permit holder fails to execute an effective permit, the bid guarantee payment forfeits to the State.

PURCHASER AND LOGGER QUALIFICATIONS AND OPERATIONS REQUIREMENTS

- The purchaser or the purchaser's agents, employees, subcontractors, and assigns conducting logging operations on a timber permit must comply with the general industry safety standards for logging (e.g., LogSafe) adopted by the Commissioner of Labor and Industry and provide proof of compliance with these standards. The purchaser or the purchaser's agents, employees, subcontractors, and assigns conducting logging operations on a timber permit must comply with the State of Minnesota mandatory insurance requirements before harvest operations begin. A *Certification of Compliance with the Minnesota Workers' Compensation Law* form must be submitted each year. Before the start of harvest operations, the purchaser must certify that a designated foreperson, who will be supervising active logging operations, has a current certificate of completion from a logger education program (e.g., MLEP or FISTA) approved by the Commissioner of Natural Resources.

SECURITY REQUIRED

- The purchaser must furnish security equal to the total bid value of the permit, LESS the amount paid as a down payment and bid guarantee. Security can be furnished in the following forms: Corporate surety bond, Letter of Credit, certified check, cashier's check, personal check, money order, or by signing a Cutting Block Payment Agreement for individual cutting blocks, at least one business day prior to the start of any permit operations. If the purchaser elects to receive a refund of the down payment and bid guarantee, they must furnish security in a form described above, for one hundred (100) percent of the total bid value of the timber purchased. If the deferred cash payment for cutting blocks is selected, the down payment and bid guarantee WILL NOT be refunded. If the purchaser elects to secure a permit by prepayment of cutting block(s), they must make a written request on a form provided by the state. No harvesting is permitted until proper security has been furnished to and approved by the Commissioner of Natural Resources or his agent.

PERMIT TERMS

- A permit to harvest and remove the timber from state lands will be issued to the purchaser. NO permit shall be issued to anyone other than the purchaser in whose name the bid was made. All timber purchased on the permit must be harvested prior to the permit expiration date. All permits provide for the continuous identification of timber from the time of cutting until delivery to the consumer. Failure to continuously identify the timber as specified in the permit shall constitute trespass. Also, please note all harvest specifications on each tract being sold. Only one Regular Extension is permitted for exceptional circumstances. An annual interest rate of 5 percent may be charged on a regular extension for the period of the extension.

UNSOLD TRACTS

- On the next regular business day (8:00 AM - 4:30 PM, Monday - Friday, except holidays) after the date of the auction sale, unsold tracts may be available for over-the-counter purchase at the appraised price for a period of no more than one year. Unless canceled for reoffer at an earlier date, unsold tracts will be available until May 25, 2017, at the following Area Headquarters: Baudette Area. Beginning 30 days after the auction date, an unsold intermediate auction tract may be purchased by any registered responsible bidder, i.e., purchase is no longer limited to businesses with 30 or fewer employees.

TRACT X1 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 71.0

Permit Number: X015001 Expiration Date: 05/31/2019

Purchased By: Whitefish Creek Ent. Inc.

Address: 1393 County Road 4, Birchdale, MN 56629-9302

SESW,SWSE,SWSW of Section 5; NENW,NWNE,NWNW of Section 8; NESW,NWSW,SWSW of Section 4 -

Township 157, Range 30W.

					APPR	AISED	BID	%: 10		
SPI	ECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE		
+ /	ASPEN SPECIES	WOODSRUN CORDWOOD	1,600.00	Cd	20.56	32,896.00	22.62	36,192.00		
I	PAPER BIRCH	WOODSRUN CORDWOOD	45.00	Cd	10.20	459.00	10.20	459.00		
+ BI	D SPECIES * SOLD	ON APPRAISED VOLUME		_	ED TOTAL = PAYMENT =	\$33,355.00 \$5,003.25	BID TOTA	L = \$ 36,651.00		
Opti	Optional Timber (may be purchased with an Added Timber Agreement):									
,	ANY LISTED SPECIES	BIOMASS	749.00	Tons	1.00	749.00				

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 7%; Trembling Aspen 93%.

Season of Operations:

- Frozen ground access only.

Sale Conditions:

- Access is across state, private, and tribal land.
- Permission to cross private and tribal land must be obtained by permittee.

Marketing Conditions:

Aspen averages 12" and 6 sticks/ tree.

The wood is similar to other recent sales in the same area, with wind throw and rot/ defect present.

The best access is across private and Tribal land. Permission to cross must be obtained by Permittee.

Red line was flagged in March 2016 and will be painted prior to harvest.

Price Adjustments:

Road Construction Costs: 0% Haul Distance to Nearest Mill: 0%

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Stephen M. Rudolph

(Appraisal ID 11788-0; Cutting Block ID 13584-0)

TRACT X2 COUNTY: KOOCHICHING AREA: BAUDETTE AREA ACRES: 57.1

Permit Number: X015002 Expiration Date: 05/31/2019

Purchased By: Hasbargen Logging Inc.

Address: 1580 Twn Rd 117, Birchdale, MN 56623

NESW,NWSW,SESW,SWSE,SWSW of Section 29 - Township 159, Range 27W.

					APPR	AISED	BID %: 76	
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	- ASPEN SPECIES	WOODSRUN CORDWOOD	2,050.00	Cd	22.66	46,453.00	39.88	81,754.00
+	- BALSAM FIR	WOODSRUN CORDWOOD	205.00	Cd	13.56	2,779.80	23.87	4,893.35
+	MIXED SPRUCE	WOODSRUN CORDWOOD	60.00	Cd	13.09	785.40	23.04	1,382.40
	ASH	WOODSRUN CORDWOOD	50.00	Cd	6.54	327.00	6.54	327.00
	PAPER BIRCH	WOODSRUN CORDWOOD	18.00	Cd	11.22	201.96	11.22	201.96
	+ BID SPECIES * SOLE	O ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$50,547.16 \$7,582.07	BID TOTA	L = \$ 88,558.71

Optional Timber (may be purchased with an Added Timber Agreement):

ANY LISTED SPECIES BIOMASS 1,072.00 Tons 1.10 1,179.20

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 6%; Trembling Aspen 94%. Mixed Spruce Woodsrun Cordwood includes: Black Spruce 5%; White Spruce 95%.

Season of Operations:

- Frozen ground access only.

Sale Conditions:

- Access is across state, non-industrial private, and/or Molpus land.
- Permission to cross non-industrial private and Molpus land must be obtained by permittee.
- Permittee is required to give five days notice before beginning operations if the recreation trail is going to be used for access.

Marketing Conditions:

60 year-old aspen averages 10" and 7 sticks/ tree.

Rot and defect are minimal.

There is existing access across Logs-R-Us or Molpus land. The best access is across Log-R-Us. Permission to cross must be obtained by permittee.

The easiest access is from the north and east, using 4.6 miles of existing woods road from the Birchdale transfer station.

The sale is located 49 miles from International Falls.

Price Adjustments:

Road Construction Costs: 0% Haul Distance to Nearest Mill: 0%

Stand Density: +10%
Operational Constraints: 0%
Other Price Factor: 0%

Appraiser:

Stephen M. Rudolph

COMPLETED - DATA AS OF 12/26/2017

(Appraisal ID 11889-0; Cutting Block ID 13812-0)

TRACT X3 COUNTY: KOOCHICHING AREA: BAUDETTE AREA ACRES: 92.1

Permit Number: X015003 Expiration Date: 05/31/2019

Purchased By: Erickson Herefords

Address: 10048 Highway 11, Birchdale, MN 56629

NESE, NESW, NWSE, NWSW, SENE, SESE, SESW, SWNE, SWSE, SWSW of Section 29; NENW, NWNE, NWNW

of Section 32; NESE, SESE, SWSE of Section 30 - Township 159, Range 29W.

IES PEN SPECIES RWAY PINE	PRODUCT WOODSRUN CORDWOOD WOODSRUN MIXED PRODUCTS	1,800.00 40.00		UNIT PRICE	\$ VALUE 36,810.00	UNIT PRICE	%: 40 \$ VALUE		
PEN SPECIES	WOODSRUN CORDWOOD WOODSRUN MIXED	1,800.00	Cd	PRICE 20.45	<u> </u>	PRICE	_		
PEN SPECIES	WOODSRUN CORDWOOD WOODSRUN MIXED	1,800.00	Cd	20.45	<u> </u>		·		
	WOODSRUN MIXED				36,810.00	28.63	E4 E24 00		
RWAY PINE		40.00	Cd			20.00	51,534.00		
	PRODUCIS		Cu	27.71	1,108.40	27.71	1,108.40		
IITE SPRUCE	WOODSRUN CORDWOOD	10.00	Cd	11.90	119.00	11.90	119.00		
1	WOODSRUN CORDWOOD	5.00	Cd	5.95	29.75	5.95	29.75		
PECIES *	SOLD ON APPRAISED VOLUME				\$38,067.15 \$5,710.07	BID TOTAL	_ = \$ 52,791.15		
Optional Timber (may be purchased with an Added Timber Agreement):									
	nal Timber (<i>m</i>	• •	All Timber (may be purchased with an Added Timber Agre	ADVANCE nal Timber (may be purchased with an Added Timber Agreement		ADVANCE PAYMENT = \$5,710.07	al Timber (may be purchased with an Added Timber Agreement):		

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 10%; Trembling Aspen 90%.

Mixed Product Description:

Norway Pine Woodsrun Mixed Products includes: Bolts 60%; Pulpwood 40%.

Cutting and Felling:

- Harvest red pine marked with yellow paint. Harvest all aspen, balm of Gilead and black ash. Harvest only white spruce necessary for access as determined with forester.

Season of Operations:

- Frozen ground access only.
- Frozen ground access across state land.

Landings Roads and Trails:

- Recreation trail may be used as access.
- A minimum of four inches of snow must be left on the recreation trail from Dec. 1 March 31.
- A minimum of 5 day notice must be given to state before any activities can be conducted on site.

Marketing Conditions:

Aspen averages 6 sticks and 10-14" dbh.

Aspen species includes 10% balm of Gilead.

This sale is 13 islands of aspen harvest and 1 island of red pine thinning.

Red pine has been thinned once and averages 5 sticks.

Sale is 7.5 miles from Hwy 72 on the Hay Creek Road and 1 mile past the end of the Hay Creek Road.

Price Adjustments:

Road Construction Costs: 0% Haul Distance to Nearest Mill: 0%

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Wesley D. Belanger

(Appraisal ID 11961-0; Cutting Block ID 13819-0)

TRACT X4 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 47.3

Permit Number: X015004 Expiration Date: 05/31/2019

Purchased By: Ferrier Logging Inc.

Address: 585 County RD 6 SW, Baudette, MN 56623

SESE of Section 28; SWSW of Section 27; NENE, NESW, NWNE, NWSE, SENW, SWNE of Section 33 -

Township 159, Range 34W.

romining roo, rang				ΔPPR	AISED	BID	%: 91
				UNIT	AIOLD .	UNIT	70. 01
SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	1,460.00	Cd	20.64	30,134.40	39.42	57,553.20
+ BALSAM FIR	WOODSRUN CORDWOOD	220.00	Cd	10.20	2,244.00	19.48	4,285.60
MISCELLANEOUS	WOODSRUN CORDWOOD	5.00	Cd	7.65	38.25	7.65	38.25
+ BID SPECIES * SC	DLD ON APPRAISED VOLUME		APPRAIS	SED TOTAL =	\$32,416.65	BID TOTAL	L = \$ 61,877.05
		Α	DVANCE	PAYMENT =	\$4,862.50		
Optional Timber (may be purchased with an Added Timber Agreement):							
ANY LISTED SPECIES	BIOMASS	850.00	Tons	1.00	850.00		

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 5%; Trembling Aspen 95%.

Season of Operations:

- Frozen ground access only.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

50-90 year old aspen averages 10" and 6 sticks/tree.

There is some rot and defect in the 80-90 year old aspen. Rot and defect is minimal in the 50-60 year old aspen.

Access is across state land. The easiest access is from the east, using the existing 3.5 miles of the Canning trail. Approximately .4 miles of forest trail will have to be constructed through a tamarack/spruce swamp south off the Canning trail to reach part of the cutting block.

The sale is located 97 miles from International Falls.

Miscellaneous cords include paper birch and cedar, up to 5 cords to be removed for operability of sale.

Price Adjustments:

Road Construction Costs: 0% Haul Distance to Nearest Mill: 0%

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Joseph D. Blake

TRACT X5 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 112.0

Permit Number: X015005 Expiration Date: 05/31/2019

Purchased By: Ferrier Logging Inc.

Address: 585 County RD 6 SW, Baudette, MN 56623

NESE, NESW, NWSE, NWSW, SENW, SESE, SESW, SWNW, SWSE, SWSW of Section 23 - Township 159,

Range 35W.

					APPF	RAISED	BID	%: 36
S	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	NORWAY PINE	WOODSRUN MIXED PRODUCTS	1,600.00	Cd	22.44	35,904.00	30.52	48,832.00
ŀ	ASPEN SPECIES	WOODSRUN CORDWOOD	320.00	Cd	20.79	6,652.80	28.27	9,046.40
٠	JACK PINE	WOODSRUN CORDWOOD	300.00	Cd	11.90	3,570.00	16.18	4,854.00
	BALSAM FIR	WOODSRUN CORDWOOD	50.00	Cd	10.20	510.00	10.20	510.00
	MIXED SPRUCE	WOODSRUN CORDWOOD	15.00	Cd	11.90	178.50	11.90	178.50
+	BID SPECIES * SOLI	O ON APPRAISED VOLUME		APPRAIS	SED TOTAL =	\$46,815.30	BID TOTA	L = \$ 63,420.90
			Α	DVANCE	PAYMENT =	\$7,022.30		
٦	otional Timber (<i>may</i>)	be purchased with an Adde	d Timber Agr	eement):			
	ANY LISTED SPECIES	BIOMASS	1,200.00	Tons	1.00	1,200.00		

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 1%; Trembling Aspen 99%. Mixed Spruce Woodsrun Cordwood includes: Black Spruce 30%; White Spruce 70%.

Mixed Product Description:

Norway Pine Woodsrun Mixed Products includes: Bolts 40%; Pulpwood 60%.

Season of Operations:

- Operate during non-rutting soil conditions. Refer to DNR rutting guidelines.

Slash Disposal:

- Tightly pile pine slash on landings for future burning. Keep slash piles as near to the center of the landings as possible. Lop and scatter slash evenly over the harvest site to within 3 feet of the ground in the "clearcut area" only. If biomass is purchased, 20% of the tops and limbs must be left on the site or hauled back from the landing and redistributed in the "clearcut area" only.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

50 year old Norway pine that averages 8" and 5 sticks/tree in the "thinning area".

55 year old aspen that averages 10" and 5 sticks/tree in the "clearcut area".

Access is across state land from the Hogsback forest road.

The sale is located 105 miles from Bemidji.

Price Adjustments:

Road Construction Costs: 0% Haul Distance to Nearest Mill: 0%

Stand Density: 0%

Operational Constraints: 0%

Other Price Factor: 0%

Appraiser:

Joseph D. Blake

(Appraisal ID 11986-0; Cutting Block ID 14044-0)

TRACT X6 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 82.9

Permit Number: X015006 Expiration Date: 05/31/2019

Purchased By: Ferrier Logging Inc.

Address: 585 County RD 6 SW, Baudette, MN 56623

SWSE of Section 15; NENE, NESE, NWNE, SENE of Section 22; NESE, NWNW, NWSE, SESW, SWNW, SWSW

of Section 23 - Township 160, Range 32W.

					APPR	AISED	BID %: 15	
5	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	BLACK SPRUCE	WOODSRUN CORDWOOD	1,200.00	Cd	11.90	14,280.00	13.69	16,428.00
+	ASPEN SPECIES	WOODSRUN CORDWOOD	700.00	Cd	17.77	12,439.00	20.44	14,308.00
	TAMARACK	WOODSRUN CORDWOOD	55.00	Cd	5.10	280.50	5.10	280.50
	ASH	WOODSRUN CORDWOOD	14.00	Cd	5.95	83.30	5.95	83.30
	PAPER BIRCH	WOODSRUN CORDWOOD	2.00	Cd	10.20	20.40	10.20	20.40
+	BID SPECIES *	SOLD ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$27,103.20 \$4,065.48	BID TOTA	L = \$ 31,120.20

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 80%; Trembling Aspen 20%.

Cutting and Felling:

- Fell all live black spruce equal to or greater than 5 feet tall.

Season of Operations:

- Frozen ground access across state and private land.

Landings Roads and Trails:

- Recreation trail may be used as access.
- A minimum of four inches of snow must be left on the recreation trail from Dec. 1 March 31.
- 5 day notice to timber sale administrator is required before any activities can occur on site.

Sale Conditions:

- Access is across state and private land.

Marketing Conditions:

Black spruce averages 6-8" diameter and 3-5 sticks.

Trembling aspen averages 12-14" diameter and 5-6 sticks.

Balm of Gilead averages 10-12" diameter and 5-6 sticks.

This sale is 1 mile south of the junction of County Road 3 and 6 south of Pitt.

Price Adjustments:

Road Construction Costs: 0% Haul Distance to Nearest Mill: 0%

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Wesley D. Belanger

TRACT X7 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 26.0

Permit Number: X015007 Expiration Date: 05/31/2019

Purchased By: Erickson Herefords

Address: 10048 Highway 11, Birchdale, MN 56629

NESE, SESE of Section 23 - Township 160, Range 33W.

						AISED		%: 15		
5	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE		
+	NORWAY PINE	WOODSRUN MIXED PRODUCTS	370.00	Cd	23.56	8,717.20	27.09	10,023.30		
	JACK PINE	WOODSRUN CORDWOOD	10.00	Cd	12.50	125.00	12.50	125.00		
+	· BID SPECIES * SOLI	D ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$8,842.20 \$1,326.33	BID TOTA	L = \$ 10,148.30		
O	Optional Timber (may be purchased with an Added Timber Agreement):									
	ANY LISTED SPECIES	BIOMASS	280.00	Tons	1.05	294.00				

Mixed Product Description:

Norway Pine Woodsrun Mixed Products includes: Bolts 40%; Pulpwood 60%.

Season of Operations:

- Conduct sale operations, felling, skidding, hauling on dry or frozen soil conditions only, except with written permission from State.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Sale is located 5 1/2 miles south of Graceton on County Rd. #4, across from the Lake of the Woods Sanitary Landfill.

Ave. 6 stick trees, 9" DBH. 40% bolts.

Thinning reduction of 36% from basal area of 151 down to 97.

Appraised on 4/12/16 by wcl & mlh

Price Adjustments:

Road Construction Costs: 0% Haul Distance to Nearest Mill: 0%

Stand Density: +5%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

William C. Lockner

(Appraisal ID 12055-0; Cutting Block ID 14114-0)

TRACT X8 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 63.9

Permit Number: X015008 Expiration Date: 05/31/2019

Purchased By: Whitefish Creek Ent. Inc.

Address: 1393 County Road 4, Birchdale, MN 56629-9302

GL02,GL03,GL04,NESE,SENW,SESE,SWNW,SWSE of Section 5; NESW,NWSW of Section 4 - Township

160, Range 34W.

					APPRAISED UNIT		BID %: 71	
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+	JACK PINE	WOODSRUN MIXED PRODUCTS	1,200.00	Cd	15.85	19,020.00	27.10	32,520.00
+	TREMBLING ASPEN	WOODSRUN CORDWOOD	200.00	Cd	20.83	4,166.00	35.62	7,124.00
+	NORWAY PINE	WOODSRUN MIXED PRODUCTS	145.00	Cd	23.76	3,445.20	40.63	5,891.35
	WHITE SPRUCE	WOODSRUN CORDWOOD	20.00	Cd	11.90	238.00	11.90	238.00
	BALSAM FIR	WOODSRUN CORDWOOD	5.00	Cd	10.20	51.00	10.20	51.00
	PAPER BIRCH	WOODSRUN CORDWOOD	5.00	Cd	10.20	51.00	10.20	51.00
	+ BID SPECIES * SOLD	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$26,971.20 \$4,045.68	BID TOTA	L = \$ 45,875.35

Mixed Product Description:

Jack Pine Woodsrun Mixed Products includes: Bolts 15%; Pulpwood 85%. Norway Pine Woodsrun Mixed Products includes: Bolts 45%; Pulpwood 55%.

Cutting and Felling:

- Harvest marked red pine, marked jack pine and all balsam fir in thinning areas. In clearcut areas harvest all jack pine, white spruce, balsam fir, paper birch and trembling aspen.
- Reserve white spruce, un-marked jack pine and aspen in thinning areas. Reserve non-merchantable white spruce and red pine in clearcut areas.

Season of Operations:

- Operate during non-rutting soil conditions. Refer to DNR rutting guidelines.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Jack pine varies from 6-12" dbh and averages 5 sticks.

Red pine varies from 6-14" dbh and 4-7 sticks.

Good access to both stands off existing access trails that connect to the Krull Trail.

8-9 miles to Hwy 11 at Williams.

Red pine stands have been thinned at least once and can be worked in with all equipment.

Price Adjustments:

Road Construction Costs: +10% Haul Distance to Nearest Mill: -10%

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Wesley D. Belanger

TRACT X9 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 40.0

Permit Number: X015009 Expiration Date: 05/31/2018

Purchased By: Cole Logging & Livestock

Address: 27443 - 630th Ave, Warroad, MN 56763

NENE,NWNE,NWSW,SENE,SENW,SWNE,SWNW of Section 8 - Township 161, Range 34W.

					APPR UNIT	AISED .	BID UNIT	%: 45			
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE			
+	JACK PINE	WOODSRUN MIXED PRODUCTS	330.00	Cd	22.44	7,405.20	32.54	10,738.20			
+	TREMBLING ASPEN	WOODSRUN CORDWOOD	220.00	Cd	20.83	4,582.60	30.20	6,644.00			
	PAPER BIRCH	WOODSRUN CORDWOOD	50.00	Cd	10.20	510.00	10.20	510.00			
	+ BID SPECIES * SOLD	ON APPRAISED VOLUME		APPRAIS	ED TOTAL =	\$12,497.80	BID TOTAL	_ = \$ 17,892.20			
			A	DVANCE	PAYMENT =	\$1,874.67					
C	Optional Timber (may be purchased with an Added Timber Agreement):										
	ANY LISTED SPECIES	BIOMASS	390.00	Tons	1.00	390.00					

Mixed Product Description:

Jack Pine Woodsrun Mixed Products includes: Bolts 40%; Pulpwood 60%.

Season of Operations:

- Conduct all sale operations on very dry or frozen soil conditions only, except with written permission from State.

Sale Conditions:

- Access is across state land.
- A five day notice must be given before beginning any sale operations on this site.

Marketing Conditions:

Sale is located 3 miles west of Williams south of the Blueberry Hill tower. Jack pine has 10-20% standing dead at time of appraisal. Dead standing was not counted in appraisal. Good access from existing trail. Much of site can be accessed during dry conditions, wet conditions will impact portions of the access trail.

Sale is only two seasons due to declining jack pine.

Trees average 5-6 sticks and 8-10" dbh.

Price Adjustments:

Road Construction Costs: +10% Haul Distance to Nearest Mill: 0%

Stand Density: -10%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Becky J. Lein

(Appraisal ID 11487-0; Cutting Block ID 13340-0)

TRACT X10 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 82.0

Permit Number: X015010 Expiration Date: 05/31/2019

Purchased By: Cole Logging & Livestock

Address: 27443 - 630th Ave, Warroad, MN 56763

GL01, NESW, NWSE, SENE, SESW, SWNE of Section 5; NENW of Section 8; GL04, SESW, SWSW of Section 4;

NESE, SESE of Section 6 - Township 161, Range 34W.

					APPR	RAISED	BID	%: 57
s	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	JACK PINE	WOODSRUN MIXED PRODUCTS	630.00	Cd	17.56	11,062.80	27.57	17,369.10
+	TREMBLING ASPEN	WOODSRUN CORDWOOD	240.00	Cd	19.79	4,749.60	31.07	7,456.80
+	NORWAY PINE	WOODSRUN MIXED PRODUCTS	180.00	Cd	16.31	2,935.80	25.61	4,609.80
	LOWLAND HARDWOODS	WOODSRUN CORDWOOD	140.00	Cd	8.34	1,167.60	8.34	1,167.60
	BLACK SPRUCE	WOODSRUN CORDWOOD	50.00	Cd	11.31	565.50	11.31	565.50
*	TAMARACK	WOODSRUN CORDWOOD	15.00	Cd	4.85	72.75	4.85	72.75
	ANY LISTED SPECIES	BIOMASS	1,000.00	Tons	1.00	1,000.00	1.00	1,000.00
+	BID SPECIES * SOLD	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$21,554.05 \$3,233.11	BID TOTA	L = \$ 32,241.55

Mixed Species Description:

Lowland Hardwoods Woodsrun Cordwood includes: Ash 35%; Balm of Gilead 1%; Paper Birch 64%.

Mixed Product Description:

Jack Pine Woodsrun Mixed Products includes: Bolts 25%; Pulpwood 75%. Norway Pine Woodsrun Mixed Products includes: Bolts 20%; Pulpwood 80%.

Sale Conditions:

- Access is across state, and if preferred private land.
- Permission to cross private land must be obtained by permittee.
- A five day notice must be given before beginning sale operations on this site.

Marketing Conditions:

Location is 4 miles west of Williams along both sides of State Highway 11.

The Jack pine is a little over mature, and the Norway pine is basically 1st time thinning.

Most of the sale is summer harvest, a few areas are frozen ground only harvest.

Appraised between 10/30/15 to 12/17/15 by wcl, bl, mh.

Price Adjustments:

Road Construction Costs: 0% Haul Distance to Nearest Mill: -5%

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

William C. Lockner

TRACT X11 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 56.0

Permit Number: X015011 Expiration Date: 05/31/2019

Purchased By: Kevin L. Fish

Address: 1513 76th Ave NW, Williams, MN 56686

NENE, NENW, NWNE, SENE, SENW, SWNE of Section 31; NENW, NWNW of Section 32 - Township 161, Range

34W.

	O IVV.								
						APPR	AISED	BID	%: 0
						UNIT		UNIT	
5	PECIES		PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+	NORWAY PINE		WOODSRUN MIXED PRODUCTS	440.00	Cd	22.44	9,873.60	22.44	9,873.60
+	JACK PINE		WOODSRUN CORDWOOD	120.00	Cd	11.90	1,428.00	11.90	1,428.00
+	BID SPECIES	* SOLD O	N APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$11,301.60 \$1,695.24	BID TOTA	L = \$ 11,301.60
0	Optional Timber (may be purchased with an Added Timber Agreement):								
	ANY LISTED SPE	ECIES	BIOMASS	65.00	Tons	1.00	65.00		

Mixed Product Description:

Norway Pine Woodsrun Mixed Products includes: Bolts 40%; Pulpwood 60%.

Cutting and Felling:

- Harvest all yellow painted trees; harvest 40% of northeast stand by cutting Norway pine in 16 foot wide strips & reserving 25 foot strips as directed by forester - east & west ends marked in blue ribbon.

Season of Operations:

- Conduct sale operations on frozen/dry soil conditions only, except with written permission from State.
- No harvesting allowed during spring break-up.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Norway pine thinning sale: 4 parcels are marked for harvest & 1 is logger select harvest

Price Adjustments:

Road Construction Costs: 0% Haul Distance to Nearest Mill: 0%

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Mark E. Johnson

(Appraisal ID 11738-0; Cutting Block ID 13192-0)

TRACT X12 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 60.9

Permit Number: X015012 Expiration Date: 05/31/2019

Purchased By: Cole Logging & Livestock

Address: 27443 - 630th Ave, Warroad, MN 56763

SWNW of Section 16; NENE, SENE of Section 17 - Township 163, Range 34W.

					APPR	AISED	BID %: 80	
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	ASPEN SPECIES ANY LISTED SPECIES	WOODSRUN CORDWOOD BIOMASS	1,140.00 680.00		19.36 0.95	22,070.40 646.00	34.85 0.95	39,729.00 646.00
+ BID SPECIES		ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$22,716.40 \$3,407.46	BID TOTA	L = \$ 40,375.00

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 9%; Paper Birch 1%; Trembling Aspen 90%.

Season of Operations:

- Frozen ground access only.

Sale Conditions:

- Access is across state or private land.
- Permission to cross private land must be obtained by permittee.

Marketing Conditions:

This sale is south of County Road 9, about 10 miles of north of Roosevelt.

Aspen averages 4-5 sticks and 11" DBH.

Price Adjustments:

Road Construction Costs: +5% Haul Distance to Nearest Mill: -5%

Stand Density: -5%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Clarissa A. Spicer

(Appraisal ID 12073-0; Cutting Block ID 14105-0)

Harvest specifications and additional information about each tract may be obtained upon request from the following DNR Area Forestry Office:

BAUDETTE AREA

The right is reserved to reject any and all bids.

For the Commissioner
MINNESOTA DEPARTMENT OF NATURAL RESOURCES

By:

Authorized Signature Division Of Forestry

Dated: May 25, 2016

BAUDETTE AREA

SUMMARY FOR <u>SOLD</u> TRACTS					
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
WOODSRUN MIXED PRODUCTS	NORWAY PINE	2,775.00	Cd	28.95	80,338.45
	JACK PINE	2,160.00	Cd	28.07	60,627.30
WOODSRUN CORDWOOD	ASH	69.00	Cd	6.38	440.05
	LOWLAND HARDWOODS	140.00	Cd	8.34	1,167.60
	ASPEN SPECIES	9,070.00	Cd	31.99	290,116.60
	TREMBLING ASPEN	660.00	Cd	32.16	21,224.80
	PAPER BIRCH	120.00	Cd	10.35	1,242.36
	JACK PINE	430.00	Cd	14.90	6,407.00
	WHITE SPRUCE	30.00	Cd	11.90	357.00
	BALSAM FIR	480.00	Cd	20.29	9,739.95
	BLACK SPRUCE	1,250.00	Cd	13.59	16,993.50
	TAMARACK	70.00	Cd	5.05	353.25
	MIXED SPRUCE	75.00	Cd	20.81	1,560.90
	MISCELLANEOUS	5.00	Cd	7.65	38.25
BIOMASS	ANY LISTED SPECIES	1,680.00	Tons	0.98	1,646.00
	ANY LISTED SPECIES (optional)	5,443.00	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 17,334.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 332,187.71
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 492,313.01
TOTAL ACRES SOLD: 791.2

TOTAL NUMBER OF TRACTS SOLD: 12