

MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

NOTICE OF SALE OF STUMPAGE ON STATE LANDS IN THE FOLLOWING AREAS: BACKUS AREA, DEER RIVER AREA

STATUS: COMPLETED INTERMEDIATE AUCTION - SALE #2 SEALED BID

Notice is hereby given that I offered for sale by sealed bid auction, timber belonging to the State of Minnesota. Bid forms were required to be submitted at the address listed on the bid form prior to 2:00 PM on Tuesday, June 7, 2016. All tracts were awarded at the Bigfork Town Hall at 8:45 AM on June 8, 2016 in Deer River, 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
SEALED BID TIMBER SALE
BACKUS AREA, DEER RIVER AREA

SEALED BIDS MUST BE RECEIVED PRIOR TO 2:00 PM on June 7, 2016 Bids will be awarded at the following location: Bigfork Town Hall at 8:45 AM on June 8, 2016 in Deer River, 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 the responsible bidder who bids the highest price for all timber species advertised for bidding on each tract. Bids must be submitted on bid forms provided by the State, each bid must be sealed in a separate envelope, the envelope must be clearly marked with the tract number and bidder's name on the outside of the envelope. Bid forms may be obtained from the Forestry Area Office(s) listed above. Bids may be submitted by mail or in person at any time during regular business hours prior to the bid submission deadline (June 7, 2016). 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.

ADVANCE PAYMENT

- The advance payment of fifteen (15) percent of the appraised value of the timber is due within fourteen (14) days from the bid award date. Advance payments will not be accepted with the bid. Failure to provide the advance payment within 14 days of the bid opening date will result in forfeiture of the permit and the purchaser will be held liable for the advance payment. The successful bidders's advance payment will be kept on deposit by the State and applied against any billings for timber.

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 an advance payment and bid guarantee. Security can be furnished in the following forms: Corporate surety bond, 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 advance 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 advance 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 June 7, 2017, at the following Area Headquarters: Backus Area, Deer River 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.

06/07/2016 INTERMEDIATE AUCTION - SALE #2

TRACT X1 COUNTY: ITASCA AREA: DEER RIVER AREA ACRES: 7.4

Permit Number: X015083 Expiration Date: 05/31/2019

Purchased By: Daryl Jobe Logging

Address: 28577 Norberg Road, Grand Rapids, MN 55744

GL06 of Section 17; GL14 of Section 18 - Township 55, Range 26W.

					APPF	APPRAISED		BID %: 6	
					UNIT		UNIT		
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE	
+	TAMARACK	WOODSRUN CORDWOOD	104.00	Cd	5.86	609.44	6.21	645.84	
+	ASPEN SPECIES	WOODSRUN CORDWOOD	98.00	Cd	24.40	2,391.20	25.86	2,534.28	
	RED MAPLE	WOODSRUN CORDWOOD	5.00	Cd	11.73	58.65	11.73	58.65	
	+ BID SPECIES *	SOLD ON APPRAISED VOLUME		APPRAIS	SED TOTAL =	\$3,059.29	BID TOTA	L = \$ 3,238.77	
			А	DVANCE	PAYMENT =	\$458.89			

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

ANY LISTED SPECIES 78.00 **BIOMASS** 78.00 Tons 1.00

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Largetooth Aspen 86%; Paper Birch 4%; Trembling Aspen 10%.

Season of Operations:

- Conduct sale operations on dry/frozen soil conditions only, except with written permission from State.
- Frozen ground access across county land.
- Tamarack site is frozen ground access only.

Landings Roads and Trails:

- Road right of way crossing approval from landowner may be required.

Sale Conditions:

- Access is across county land.
- Permission to cross county land must be obtained by permittee.

Marketing Conditions:

Aspen averages 12-17" DBH and 5-7 sticks. Tamarack averages 8-11" DBH and 4-6 sticks. Paper Birch averages 8-10" DBH and 3-5 sticks. Red maple averages 6-8" DBH and 2-4 sticks.

Price Adjustments:

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

Stand Density: +5%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Joshua Matthew Tomlin

TRACT X2 COUNTY: ITASCA AREA: DEER RIVER AREA ACRES: 69.1

Permit Number: X015084 Expiration Date: 05/31/2018

Purchased By: Forseen Logging LLC

Address: 64055 Co Rd 26, Northome, MN 56661

NESE, SENE, SESE of Section 17; NWSW, SWSW of Section 16; NENE of Section 20 - Township 60, Range

24W.

					APPRAISED UNIT		BID %: 128	
s	PECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+	TREMBLING ASPEN	WOODSRUN CORDWOOD	990.00	Cd	23.85	23,611.50	54.38	53,836.20
+	MIXED SPRUCE	WOODSRUN CORDWOOD	265.00	Cd	14.96	3,964.40	34.11	9,039.15
+	PINE SPECIES	WOODSRUN MIXED PRODUCTS	65.00	Cd	34.41	2,236.65	78.45	5,099.25
	NORTHERN HARDWOODS	WOODSRUN CORDWOOD	50.00	Cd	11.22	561.00	11.22	561.00
	TAMARACK	WOODSRUN CORDWOOD	35.00	Cd	5.61	196.35	5.61	196.35
	BALSAM FIR	WOODSRUN CORDWOOD	20.00	Cd	14.03	280.60	14.03	280.60
+	BID SPECIES * SOLD	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$30,850.50 \$4,627.58	BID TOTA	L = \$ 69,012.55

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

ANY LISTED SPECIES BIOMASS 790.00 Tons 1.10 869.00

Mixed Species Description:

Mixed Spruce Woodsrun Cordwood includes: Black Spruce 45%; White Spruce 55%. Northern Hardwoods Woodsrun Cordwood includes: Paper Birch 60%; Red Maple 40%.

Pine Species Woodsrun Mixed Products includes: Jack Pine 72%; Norway Pine 26%; White Pine 2%.

Mixed Product Description:

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

Season of Operations:

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

Sale Conditions:

- Access is across State, and county land.
- Permission to cross county land must be obtained by permittee.

Marketing Conditions:

Aspen averages 6 sticks and 9" D.B.H. Spruce averages 5 sticks and 8" D.B.H.

All season road access, summer hauling possible.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Benjamin I. Becker

TRACT X3 COUNTY: ITASCA AREA: DEER RIVER AREA ACRES: 31.0

Permit Number: X015085 Expiration Date: 05/31/2018

Purchased By: Lovdahl & Sons LLC

Address: 34384 County Road 40, Effie, MN 56639

GL02, GL03, SWNE of Section 1 - Township 62, Range 26W.

					APPR	AISED	BID	%: 0
S	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	TREMBLING ASPEN	WOODSRUN CORDWOOD	880.00	Cd	23.85	20,988.00	23.85	20,988.00
+	BALSAM FIR	WOODSRUN CORDWOOD	180.00	Cd	14.03	2,525.40	14.03	2,525.40
	PAPER BIRCH	WOODSRUN CORDWOOD	45.00	Cd	10.20	459.00	10.20	459.00
	ASH	WOODSRUN CORDWOOD	40.00	Cd	5.95	238.00	5.95	238.00
	WHITE SPRUCE	WOODSRUN CORDWOOD	15.00	Cd	13.60	204.00	13.60	204.00
+	BID SPECIES * SOLD	ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$24,414.40 \$3,662.16	BID TOTA	L = \$ 24,414.40

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

ANY LISTED SPECIES BIOMASS 550.00 Tons 1.00 550.00

Season of Operations:

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

Sale Conditions:

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

Marketing Conditions:

Trembling aspen averages 14-18" DBH, 7-9 sticks and contains <1% balm of Gilead and largetooth aspen. Balsam fir averages 8-10" DBH and 4-5 sticks.

This permit was recently turned back.

Cruised by Greg Duwe, TSA- Steve Moberg

Price Adjustments:

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

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

Appraiser:

Steven A. Moberg

(Appraisal ID 11483-0; Cutting Block ID 9418-0)

06/07/2016 INTERMEDIATE AUCTION - SALE #2

TRACT X4 COUNTY: ITASCA AREA: DEER RIVER AREA ACRES: 40.3

Permit Number: X015086 Expiration Date: 05/31/2018

Purchased By: J & N Logging

Address: 58753 Co Rd 126, Northome, MN 56661

NENE, NWSE, SENE, SWNE of Section 36 - Township 149, Range 27W.

GL01 of Section 31 - Township 149, Range 26W.

	0201010101101	Township TTO, Hango Zovv.							
					APPR. UNIT	AISED	BID ⁽	<u>%: 142</u>	
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE	
	ASPEN SPECIES	WOODSRUN CORDWOOD	970.00	Cd	21.64	20,990.80	52.37	50,798.90	
	PAPER BIRCH	WOODSRUN CORDWOOD	120.00	Cd	10.20	1,224.00	24.68	2,961.60	
	BALSAM FIR	WOODSRUN CORDWOOD	40.00	Cd	12.75	510.00	12.75	510.00	
-	+ BID SPECIES * SOLD ON APPRAISED VOLUME APPRAISED TOTAL = \$22,724.80 ADVANCE PAYMENT = \$3,408.72							L = \$ 54,270.50	
Optional Timber (may be purchased with an Added Timber Agreement):									
	ANY LISTED SPECIES	BIOMASS	685.00	Tons	1.00	685.00			

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 1%; Trembling Aspen 99%.

Season of Operations:

- Conduct sale operations on dry / frozen soil conditions only, except with written permission from State.
- Frozen ground access across State and USFS.

Sale Conditions:

- Access is across USFS and State land.
- Provisions of access and /or water crossing permits will become part of sale terms and conditions for this sale.

Marketing Conditions:

Aspen average is 11" dbh @ 5=6 sticks

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

William E. Julson

(Appraisal ID 11556-0; Cutting Block ID 13486-0)

TRACT X5 COUNTY: ITASCA AREA: DEER RIVER AREA ACRES: 17.7

Permit Number: X015087 Expiration Date: 05/31/2018

Purchased By: Padgett Logging

Address: 68914 Co Rd 163, Blackduck, MN 56630

GL02, GL03 of Section 31 - Township 149, Range 26W.

				APPRAISED		BID %: 142		
					UNIT		UNIT	
	SPECIES	PRODUCT	_ VOLUME	UNIT	PRICE _	\$ VALUE	PRICE -	\$ VALUE
+	TREMBLING ASPEN	WOODSRUN CORDWOOD	385.00	Cd	19.51	7,511.35	47.21	18,175.85
	ASH	WOODSRUN CORDWOOD	60.00	Cd	5.36	321.60	5.36	321.60
	PAPER BIRCH	WOODSRUN CORDWOOD	40.00	Cd	9.18	367.20	9.18	367.20
	+ BID SPECIES * SOL	D ON APPRAISED VOLUME		APPRAI	SED TOTAL =	\$8,200.15	BID TOTA	_ = \$ 18,864.65
			ADVANCE		E PAYMENT =	\$1,230.02		

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

ANY LISTED SPECIES BIOMASS 230.00 Tons 0.90 207.00

Season of Operations:

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

Sale Conditions:

- Access is across USFS and State land.
- Provisions of access and /or water crossing permits will become part of sale terms and conditions for this sale.

Marketing Conditions:

Estimated volumes average 29.0 cords per acre (all appraised species).

Base prices reduced by 15% for "POOR" Access Road Construction/Reconstruct and increased by 5% for "GOOD" Stand Density.

Aspen average 6 sticks, 20" DBH. Ash average 4 sticks, 12" DBH. Birch average 4 sticks, 10" DBH.

230 tons of biomass available as optional timber.

Permit is located approximately 1.9 miles southeast of Shogren Dam Picnic Area.

Access is through USFS and State land via USFS Road 2225.

Price Adjustments:

Road Construction Costs: -15% Haul Distance to Nearest Mill: 0%

Stand Density: +5%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Matthew T. Pollard

TRACT X6 COUNTY: ITASCA AREA: DEER RIVER AREA ACRES: 18.5

Permit Number: X015088 Expiration Date: 05/31/2018

Purchased By: Forseen Logging LLC

Address: 64055 Co Rd 26, Northome, MN 56661

NWSE, SESE, SWSE of Section 15 - Township 150, Range 26W.

				APPRAISED		BID %: 112	
SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
ASPEN SPECIES	WOODSRUN CORDWOOD	267.00	Cd	21.26	5,676.42	45.07	12,033.69
ASH	WOODSRUN MIXED PRODUCTS	100.00	Cd	7.10	710.00	7.10	710.00
PAPER BIRCH	WOODSRUN CORDWOOD	50.00	Cd	10.20	510.00	10.20	510.00
WHITE SPRUCE	WOODSRUN CORDWOOD	7.00	Cd	13.60	95.20	13.60	95.20
BALSAM FIR	WOODSRUN CORDWOOD	5.00	Cd	12.75	63.75	12.75	63.75
+ BID SPECIES *	SOLD ON APPRAISED VOLUME		APPRAIS	ED TOTAL =	\$7,055.37	BID TOTAL	L = \$ 13,412.64
		А	DVANCE	PAYMENT =	\$1,058.31		
Optional Timber (<i>m</i>	ay be purchased with an Adde	d Timber Agr	eement) :			
ANY LISTED SPECIE	S BIOMASS	182.50	Tons	1.00	182.50		

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 11%; Trembling Aspen 89%.

Mixed Product Description:

Ash Woodsrun Mixed Products includes: Bolts 15%; Pulpwood 85%.

Cutting and Felling:

- Harvest aspen, balm of Gilead, birch, balsam and white spruce > 1 stick. Cut only ash > 6" dbh..
- Reserve ash < 6" dbh, maple, pine, oak and elm.
- Full tree skidding required.

Season of Operations:

- $\hbox{-} \ \hbox{Conduct sale operations on dry / frozen soil conditions only, except with written permission from State}.$
- Frozen ground access across State.
- Operate during non-rutting soil conditions. Refer to DNR rutting guidelines.

Sale Conditions:

- Access is across State land.

Marketing Conditions:

Aspen average is 12' - 15" dbh @ 5 - 7 sticks

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

William E. Julson

TRACT X7 COUNTY: ITASCA AREA: DEER RIVER AREA ACRES: 9.2

Permit Number: X015089 Expiration Date: 05/31/2019

Purchased By: Dukek Logging Inc.

Address: 23873 Timber Trail Drive, Bemidji, MN 56601

SESE of Section 5 - Township 150, Range 27W.

					APPR	AISED	BID	%: 51	
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE	
+	- WHITE SPRUCE	WOODSRUN MIXED PRODUCTS	125.00	Cd	17.34	2,167.50	26.18	3,272.50	
+	- NORWAY PINE	WOODSRUN MIXED PRODUCTS	85.00	Cd	19.07	1,620.95	28.80	2,448.00	
	+ BID SPECIES * SOLD	ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$3,788.45 \$568.27	BID TOTA	L = \$ 5,720.50	
C	Optional Timber (may be purchased with an Added Timber Agreement):								
	ANY LISTED SPECIES	BIOMASS	66.00	Tons	0.85	56.10			

Mixed Product Description:

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

Cutting and Felling:

- Harvest white spruce to a basal area of 75 sq. ft. and top diameter of 3". Selectively cut Norway pine to a basal area of 95 sq. ft. and a 4" top diameter.
- Trees must be processed at the stump and cut products forwarded to the landing.

Sale Conditions:

- Access is across USFS land.
- Provisions of access and /or water crossing permits will become part of sale terms and conditions for this sale.

Marketing Conditions:

White spruce averages 4.5 sticks per tree Norway pine averages 5.5 sticks per tree

Price reduced 15% due to low volume.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0%

Other Price Factor: -15% (Low volume)

Appraiser:

Scott A. Bergloff

(Appraisal ID 12067-0; Cutting Block ID 14134-0)

TRACT X8 COUNTY: KOOCHICHING AREA: DEER RIVER AREA ACRES: 66.9

Permit Number: X015090 Expiration Date: 05/31/2019

Purchased By: Kevin J. Thomas

Address: 17838 Popplewood Rd NE, Hines, MN 56647

NENE, NENW, NWNE, SENE, SWNE of Section 36 - Township 152, Range 27W.

UNIT Cd	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE					
Cd	19 55								
		11,730.00	34.60	20,760.00					
Cd	12.75	255.00	12.75	255.00					
	SED TOTAL = PAYMENT =	\$11,985.00 \$1,797.75	BID TOTAL	_=\$ 21,015.00					
Optional Timber (may be purchased with an Added Timber Agreement): ANY LISTED SPECIES BIOMASS 305.00 Tons 1.00 305.00									
	OVANCE	DVANCE PAYMENT =	DVANCE PAYMENT = \$1,797.75 peement):	DVANCE PAYMENT = \$1,797.75 peement):					

Mixed Product Description:

White Spruce Woodsrun Mixed Products includes: Bolts 35%; Pulpwood 65%.

Cutting and Felling:

- Harvest forked and co-dominate white spruce. Reduce basal area to 50 sq. ft. Cut balsam fir three sticks and larger.
- Trees must be processed at the stump and cut products forwarded to the landing.
- This is a logger select, second thinning of a w. spruce plantation with existing cutting lanes that must be used.

Season of Operations:

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

Sale Conditions:

- Access is across county and State land.
- Permission to cross county land must be obtained by permittee.

Marketing Conditions:

White spruce averages 3.7 sticks per tree and 9" diameter. Balsam fir averages 3.3 s/t.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Scott A. Bergloff

(Appraisal ID 11465-0; Cutting Block ID 13447-0)

06/07/2016 INTERMEDIATE AUCTION - SALE #2

TRACT X9 COUNTY: KOOCHICHING AREA: DEER RIVER AREA ACRES: 8.8

Permit Number: X015091 Expiration Date: 05/31/2019

Purchased By: Kevin J. Thomas

Address: 17838 Popplewood Rd NE, Hines, MN 56647

NESW, SESW of Section 34 - Township 153, Range 27W.

			APPRAISED			BID %: 28			
SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE		
+ NORWAY PINE	WOODSRUN MIXED PRODUCTS	140.00	Cd	19.00	2,660.00	24.32	3,404.80		
+ BID SPECIES * SOLD	ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$2,660.00 \$399.00	BID TOTA	AL = \$ 3,404.80		
Optional Timber (may be purchased with an Added Timber Agreement):									
ANY LISTED SPECIES	BIOMASS	29.00	Tons	0.80	23.20				

Mixed Product Description:

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

Cutting and Felling:

- Harvest Norway pine to a basal area of 60 sq. ft. Cut Norway pine to a 4" top.
- Trees must be processed at the stump and cut products forwarded to the landing.

Sale Conditions:

- Access is across State land.

Marketing Conditions:

Norway pine averages 5.5 sticks per tree.

Price reduced 20% due to low volume.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0%

Other Price Factor: -20% (Low volume)

Appraiser:

Scott A. Bergloff

(Appraisal ID 12066-0; Cutting Block ID 14121-0)

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

BACKUS AREA, DEER RIVER 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: June 7, 2016

BACKUS AREA, DEER RIVER AREA

	SUMMARY FOR SO	OLD TRACTS			
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
WOODSRUN MIXED	ASH	100.00	Cd	7.10	710.00
PRODUCTS	PINE SPECIES	65.00	Cd	78.45	5,099.25
	NORWAY PINE	225.00	Cd	26.01	5,852.80
	WHITE SPRUCE	725.00	Cd	33.15	24,032.50
WOODSRUN CORDWOOD	ASH	100.00	Cd	5.60	559.60
	ASPEN SPECIES	1,335.00	Cd	48.96	65,366.87
	TREMBLING ASPEN	2,255.00	Cd	41.24	93,000.05
	PAPER BIRCH	255.00	Cd	16.85	4,297.80
	NORTHERN HARDWOODS	50.00	Cd	11.22	561.00
	RED MAPLE	5.00	Cd	11.73	58.65
	WHITE SPRUCE	22.00	Cd	13.60	299.20
	BALSAM FIR	265.00	Cd	13.72	3,634.75
	TAMARACK	139.00	Cd	6.06	842.19
	MIXED SPRUCE	265.00	Cd	34.11	9,039.15
BIOMASS	ANY LISTED SPECIES (optional)	2,915.50	Tons	_	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 5,806.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 114,737.96
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 213,353.81

TOTAL ACRES SOLD: 268.9

TOTAL NUMBER OF TRACTS SOLD: 9