

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 Tuesday, November 22, 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 November 22, 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 November 22, 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: KOOCHICHING AREA: BAUDETTE AREA ACRES: 29.2

Permit Number: X015263 Expiration Date: 05/31/2018

Purchased By: Erickson Herefords

Address: 10048 Highway 11, Birchdale, MN 56629

SESE,SWSW of Section 34 - Township 158, Range 29W.

GL01,GL04 of Section 3; GL04 of Section 2 - Township 157, Range 29W.

					APPR	AISED	BID	%: 0
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
4	TREMBLING ASPEN	WOODSRUN CORDWOOD	240.00	Cd	20.83	4,999.20	20.83	4,999.20
4	► TAMARACK	WOODSRUN CORDWOOD	230.00	Cd	5.10	1,173.00	5.10	1,173.00
	ASH	WOODSRUN CORDWOOD	50.00	Cd	5.95	297.50	5.95	297.50
+	▶ WHITE SPRUCE	WOODSRUN MIXED PRODUCTS	25.00	Cd	19.38	484.50	19.38	484.50
	PAPER BIRCH	WOODSRUN CORDWOOD	15.00	Cd	10.20	153.00	10.20	153.00
	ANY LISTED SPECIES	BIOMASS	200.00	Tons	1.00	200.00	1.00	200.00
_	+ BID SPECIES * SOLD	ON APPRAISED VOLUME		_	ED TOTAL = PAYMENT =	\$7,307.20 \$1,096.08	BID TOTA	L = \$ 7,307.20

Mixed Product Description:

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

Season of Operations:

- Frozen ground access only.

Slash Disposal:

- Distribute slash across the site.

Site, Soil and Water Protection:

- If site damage becomes apparent, alter or cease operations and contact State.

Sale Conditions:

- The sale will expire 05/31/2018 due to stand condition.

Marketing Conditions:

Aspen is 5-6 stick. Four stick tamarack is 9" and 80% green. Three stick tamarack is 6" and 100% green. White spruce is 40% bolts and 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:

Nicholas P. Abel

(Appraisal ID 12468-0; Cutting Block ID 7439-0)

ACRES: 46.8

TRACT X2 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA

Expiration Date: 05/31/2019

040

Purchased By: Erickson Herefords

Address: 10048 Highway 11, Birchdale, MN 56629

NENE, NWNE of Section 17 - Township 157, Range 31W.

BIOMASS

					APPRAISED		BID %: 0			
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE		
+	ASH	WOODSRUN CORDWOOD	670.00	Cd	5.47	3,664.90	5.47	3,664.90		
+	ASPEN SPECIES	WOODSRUN CORDWOOD	105.00	Cd	18.67	1,960.35	18.67	1,960.35		
	PAPER BIRCH	WOODSRUN CORDWOOD	16.00	Cd	9.38	150.08	9.38	150.08		
_	+ BID SPECIES *	SOLD ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$5,775.33 \$866.30	BID TOTA	L = \$ 5,775.33		
C	Optional Timber (may be purchased with an Added Timber Agreement):									

330.00 Tons

0.92

303.60

Mixed Species Description:

ANY LISTED SPECIES

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 14%; Trembling Aspen 86%.

Season of Operations:

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

Site, Soil and Water Protection:

- In RMZ maintain an average 80 basal area within 120 feet on either side of Troy Creek. Leave all existing downed logs.

Sale Conditions:

- Access is across state, or private land.

Marketing Conditions:

Ash averages 4 sticks with variable dbh of 7-12" aspen averages 5 sticks and ranges from 7 -14" dbh. Sale is bordered on the east by cnty rd 77.

Sale is four miles east of state hwy 72 and 20 mile south of Baudette.

Price Adjustments:

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

Stand Density: -5%

Operational Constraints: -3% Other Price Factor: 0%

Appraiser:

Edwin Fredrick Koepp

(Appraisal ID 12421-0; Cutting Block ID 14248-0)

TRACT X3 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 87.8

Permit Number: X015265 Expiration Date: 05/31/2019

Purchased By: Whitefish Creek Ent. Inc.

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

SENE of Section 15; NENW,NWNW,SENW,SWNW of Section 14; NESW,NWSE,NWSW,SENW of Section 10

- Township 157, Range 31W.

				APPRAISED		AISED	BID %: 0	
SPECIES		PRODUCT	VOLUME	UNIT	UNIT	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIE * PAPER BIRCH	S	WOODSRUN CORDWOOD WOODSRUN CORDWOOD	1,600.00 10.00		20.52 10.20	32,832.00 102.00	20.52 10.20	32,832.00 102.00
+ BID SPECIES	*	SOLD ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$32,934.00 \$4,940.10	BID TOTAI	_ = \$ 32,934.00

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

ANY LISTED SPECIES BIOMASS 760.00 Tons 1.00 760.00

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 8%; Trembling Aspen 92%.

Marketing Conditions:

Aspen is over-mature and averages 14" DBH and 5.5 sticks/tree.

Sale is located north of county road 77, 2 miles east of highway 72 and 21 miles south of the junction with highway 11.

There is a buried power line running north-south along the west side of UT 178. Operate under frozen soil conditions to avoid rutting or compaction.

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 12477-0; Cutting Block ID 14596-0)

ACRES: 22.0

TRACT X4 COUNTY: KOOCHICHING AREA: BAUDETTE AREA

Permit Number: X015266 Expiration Date: 05/31/2018

Purchased By:
Address:

SWSW of Section 14; NENE, SENE of Section 22 - Township 158, Range 27W.

5	SPECIES	PRODUCT	VOLUME	UNIT	APPR UNIT PRICE	S VALUE	BID: UNIT PRICE	\$ VALUE
+	TAMARACK	WOODSRUN CORDWOOD	375.00	Cd	4.08	1,530.00	4.08	1,530.00
	PAPER BIRCH	WOODSRUN CORDWOOD	35.00	Cd	8.16	285.60	8.16	285.60
	BLACK SPRUCE	WOODSRUN CORDWOOD	20.00	Cd	9.52	190.40	9.52	190.40
	ASPEN SPECIES	WOODSRUN CORDWOOD	15.00	Cd	15.14	227.10	15.14	227.10
	BALSAM FIR	WOODSRUN CORDWOOD	15.00	Cd	9.86	147.90	9.86	147.90
+	- BID SPECIES *	SOLD ON APPRAISED VOLUME			ISED TOTAL = E PAYMENT =	\$2,381.00 \$357.15	BID TOTA	AL = \$ 2,381.00

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 50%; Trembling Aspen 50%.

Marketing Conditions:

This sale is 10 miles south of hwy 11 on the Sandsmark Forest road.

Tamarack averages 6 - 8" DBH and 3 - 5 sticks.

There is a deep ditch to cross on the south side of the Sandsmark Forest road.

At time of cruising (10/2015 by Wes B) the tamarack was at the beginning of beetle infestation.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: -5% Other Price Factor: -15%

Appraiser:

Becky J. Lein

(Appraisal ID 11956-1; Cutting Block ID 14578-3)

TRACT X5 COUNTY: KOOCHICHING AREA: BAUDETTE AREA ACRES: 69.2

Permit Number: X015267 Expiration Date: 05/31/2019

Purchased By: Mai-Best Logging Inc.

Address: 8464 Hwy. 11, Birchdale, MN 56629

NWSW,SWNW of Section 15 - Township 159, Range 27W.

					APPR UNIT	AISED	BID '	%: 100	
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE	
+	- ASPEN SPECIES	WOODSRUN CORDWOOD	1,725.00	Cd	22.70	39,157.50	45.40	78,315.00	
	ASH	WOODSRUN CORDWOOD	150.00	Cd	6.54	981.00	6.54	981.00	
	BALSAM FIR	WOODSRUN CORDWOOD	120.00	Cd	13.56	1,627.20	13.56	1,627.20	
	MIXED SPRUCE	WOODSRUN CORDWOOD	35.00	Cd	13.09	458.15	13.09	458.15	
	+ BID SPECIES * SOLD	ON APPRAISED VOLUME		APPRAI	SED TOTAL =	\$42,223.85	BID TOTA	L = \$ 81,381.35	
			A	DVANCE	E PAYMENT =	\$6,333.58			
C	Optional Timber (may be purchased with an Added Timber Agreement):								
	ANY LISTED SPECIES	BIOMASS	950.00	Tons	1.10	1,045.00			

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 5%; Trembling Aspen 95%. Mixed Spruce Woodsrun Cordwood includes: Black Spruce 10%; White Spruce 90%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

The sale is located on UT 118, south of Birchdale, MN.

The sale is 44 miles from International Falls, with two miles of existing secondary road/snowmobile trail and 42 miles of state highway.

Aspen is 65 years old and averages 12" DBH, 6.5 sticks/tree.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Stephen M. Rudolph

(Appraisal ID 12396-0; Cutting Block ID 14422-0)

TRACT X6 COUNTY: KOOCHICHING AREA: BAUDETTE AREA ACRES: 97.0

Permit Number: X015268 Expiration Date: 05/31/2019

Purchased By: Erickson Herefords

Address: 10048 Highway 11, Birchdale, MN 56629

NENE, NESE, SENE of Section 24; NESW, NWSE, NWSW of Section 13 - Township 159, Range 27W.

							AISED		%: 0
S	PECIES		PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	ASPEN SPECIES	3	WOODSRUN CORDWOOD	990.00	Cd	19.42	19,225.80	19.42	19,225.80
+	BLACK SPRUCE		WOODSRUN CORDWOOD	460.00	Cd	11.31	5,202.60	11.31	5,202.60
	TAMARACK		WOODSRUN CORDWOOD	200.00	Cd	4.85	970.00	4.85	970.00
	ASH		WOODSRUN MIXED PRODUCTS	110.00	Cd	6.38	701.80	6.38	701.80
	BALSAM FIR		WOODSRUN CORDWOOD	110.00	Cd	11.71	1,288.10	11.71	1,288.10
*	PAPER BIRCH		WOODSRUN CORDWOOD	12.00	Cd	9.69	116.28	9.69	116.28
+	BID SPECIES	* SOLE	ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$27,504.58 \$4,125.69	BID TOTA	L = \$ 27,504.58

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

ANY LISTED SPECIES **BIOMASS** 0.95 1,339.50 1,410.00 Tons

Mixed Species Description:

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

Mixed Product Description:

Ash Woodsrun Mixed Products includes: Bolts 10%; Pulpwood 90%.

Cutting and Felling:

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

Season of Operations:

- Conduct sale operations, felling, skidding, hauling on frozen soil conditions only, except with written permission from State.
- Frozen ground access only.
- Frozen ground access across private, industry, State.

Sale Conditions:

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

Marketing Conditions:

Location to sale; travel 2 miles east of Birchdale on State Hwy 11 then south on Co. Rd. #85 for 2 miles then 1 and 3 miles on winter woods trails.

Aspen is 4 to 7 stick wood, BS area is 1 to 5 stick and thinly spaced.

The tamarack is most all living at appraisal date of 8/30/16, wcl

GPS location also represents old homestead building location and great effort should be used to harvest up to the cabin without any damage to the cabin.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

William C. Lockner

(Appraisal ID 12412-0; Cutting Block ID 14407-0)

TRACT X7 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 87.0

Permit Number: X015269 Expiration Date: 05/31/2019

Purchased By: Big Bear Farms

Address: 1471 33 Ave SE, Baudette, MN 56623

SWSW of Section 29; SESE of Section 30; NWNW of Section 32;

NENE, NESE, NWNE, NWSE, SESE, SESW, SWSE of Section 31 - Township 159, Range 32W.

		1102,0202,02011,01102 01			,				
						AISED		%: 82	
					UNIT		UNIT		
S	PECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE	
+	ASPEN SPECIES	WOODSRUN CORDWOOD	1,200.00	Cd	20.26	24,312.00	36.87	44,244.00	
+	BLACK SPRUCE	WOODSRUN CORDWOOD	440.00	Cd	11.90	5,236.00	21.66	9,530.40	
	TAMARACK	WOODSRUN CORDWOOD	50.00	Cd	5.10	255.00	5.10	255.00	
	JACK PINE	WOODSRUN MIXED	45.00	Cd	19.81	891.45	19.81	891.45	
		PRODUCTS							
+	BID SPECIES * SOLD	ON APPRAISED VOLUME		ADDDAISE	D TOTAL =	\$30,694.45	BID TOTAL	_ = \$ 54,920.85	
							DID 10171	_ ψ 04,020.00	
			Α	DVANCE F	PAYMENT =	\$4,604.17			
Optional Timber (may be purchased with an Added Timber Agreement):									
	ANY LISTED SPECIES	BIOMASS	1,250.00	Tons	1.00	1,250.00			

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 12%; Paper Birch 1%; Trembling Aspen 87%.

Mixed Product Description:

Jack Pine Woodsrun Mixed Products includes: Bolts 30%; Pulpwood 70%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Sale is located 21 miles southwest of Baudette, 3 miles west of the Pitt Grade Forest Road along the Stoney Corners Forest Road.

80% of the aspen is young and small in diameter(8"). Other pockets of aspen is over-aged and 13" diameter. Appraised 3/11/16, wcl, mlh.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

William C. Lockner

(Appraisal ID 12414-0; Cutting Block ID 14214-0)

TRACT X8 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 89.0

Permit Number: X015270 Expiration Date: 05/31/2019

Purchased By: Kevin L. Fish

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

NENE, NENW, NESW, NWNE, NWSE, SENW, SWNE of Section 25 - Township 160, Range 34W.

NESW, NWSE, SESW, SWNE, SWSE of Section 15 - Township 160, Range 34W.

					APPR	AISED	BID	%: 0
5	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	ASPEN SPECIES	WOODSRUN CORDWOOD	539.00	Cd	16.15	8,704.85	16.15	8,704.85
+	NORWAY PINE	WOODSRUN MIXED PRODUCTS	70.00	Cd	20.81	1,456.70	20.81	1,456.70
+	BALSAM FIR	WOODSRUN CORDWOOD	60.00	Cd	10.48	628.80	10.48	628.80
	TAMARACK	WOODSRUN CORDWOOD	40.00	Cd	4.33	173.20	4.33	173.20
	BLACK SPRUCE	WOODSRUN CORDWOOD	38.00	Cd	10.12	384.56	10.12	384.56
+	BID SPECIES *	SOLD ON APPRAISED VOLUME		APPRAIS	SED TOTAL =	\$11,348.11	BID TOTA	_ = \$ 11,348.11
			Α	DVANCE	PAYMENT =	\$1,702.22		

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

ANY LISTED SPECIES BIOMASS 326.00 Tons 0.85 277.10

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 17%; Paper Birch 10%; Trembling Aspen 73%.

Mixed Product Description:

Norway Pine Woodsrun Mixed Products includes: Bolts 50%; Pulpwood 45%; Sawtimber 5%.

Season of Operations:

- Conduct all operations on frozen soil conditions only, except with written permission from State (Cutting Blocks 1 and 2).
- Frozen ground access across state land (Cutting Blocks 1 and 2).

Sale Conditions:

- Access is across state land (Cutting Blocks 1 and 2).
- Notice to begin harvest must be given at least five working days prior starting operations due to recreation trail (Cutting Block 2).
- Notice to begin harvest must be given at least five working days prior to starting operations due to recreation trail (Cutting Block 1).

Marketing Conditions:

Cutting Block 1:

Small sale with nice variety of wood. Aspen species averaging 8 inches in diameter and 4 sticks high. The conifers are domineering in form ranging from 8 to 12 inches in diameter and up to 7 & 8 sticks tall. Nice pockets of higher ground where there are conifer species. Easy access right off of the Nelson Forest Road and only 8 miles south of Williams.

Vehicles may not cross on the bridge in the snowmobile trail along the east side of section 15.

Cutting Block 2:

Access north and south on snowmobile trail, south coming off the Nelson Forest road and north from the 6-mile grade. Norway pine averaging 12" dbh and 5-6 sticks and aspen averaging 8" dbh and 4 sticks. Tamarack price reduced due to mortality. Cruised in February 2015 by Hansen.

Price Adjustments:

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

Stand Density: -10%

Operational Constraints: -5% Other Price Factor: 0%

Appraiser:

Rebecca Bies

(Appraisal ID 12365-0; Cutting Block ID 12805-0, 14464-0)

TRACT X9 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 104.9

Permit Number: X015271 Expiration Date: 05/31/2019

Purchased By: Merlin L. Johnson

Address: 5638 - 12th Street NW, Williams, MN 56686

NESE, NWSE, SESE, SWSE of Section 16 - Township 161, Range 32W.

					APPR	AISED	D BID %: 35			
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE		
4	ASPEN SPECIES	WOODSRUN CORDWOOD	940.00	Cd	16.78	15,773.20	22.65	21,291.00		
	+ BID SPECIES * SOLD C	ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$15,773.20 \$2,365.98	BID TOTA	AL = \$ 21,291.00		
(Optional Timber (may be purchased with an Added Timber Agreement):									
	ANY LISTED SPECIES	BIOMASS	830.00	Tons	0.90	747.00				

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 57%; Trembling Aspen 43%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.
- The sale administrator must be notified 5 days prior to any timber sale activities taking place.

Marketing Conditions:

Aspen/balm of Gilead averages 5 sticks. Sale area is bordered by gravel roads on the east and south. Located 2.5 miles north of state hwy 11

Price Adjustments:

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

Stand Density: -10%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Rebecca Bies

(Appraisal ID 12420-0; Cutting Block ID 14262-0)

TRACT X10 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 41.0

Permit Number: X015272 Expiration Date: 05/31/2019

Purchased By: Ferrier Logging Inc.

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

NWSE, SENE, SWNE of Section 34 - Township 161, Range 33W.

					APPR UNIT	AISED	BID	%: 95		
s	PECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE		
+	TREMBLING ASPEN	WOODSRUN CORDWOOD	910.00	Cd	19.79	18,008.90	38.59	35,116.90		
+	JACK PINE	WOODSRUN MIXED PRODUCTS	170.00	Cd	16.31	2,772.70	31.80	5,406.00		
	LOWLAND HARDWOODS	WOODSRUN CORDWOOD	55.00	Cd	8.48	466.40	8.48	466.40		
	BALSAM FIR	WOODSRUN CORDWOOD	15.00	Cd	11.71	175.65	11.71	175.65		
+	BID SPECIES * SOLI	O ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$21,423.65 \$3,213.55	BID TOTA	L = \$ 41,164.95		
Op	Optional Timber (may be purchased with an Added Timber Agreement): ANY LISTED SPECIES BIOMASS 1.000.00 Tons 0.95 950.00									

Mixed Species Description:

Lowland Hardwoods Woodsrun Cordwood includes: Ash 30%; Paper Birch 70%.

Mixed Product Description:

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

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Sale is located 2 miles south of Hwy 11 on Co. Rd. #65, just west of Graceton.

About 1/2 of the sale area is winter harvest on frozen ground only. In very dry conditions some of the sale area may be summer harvest.

Timber is mature and of average size and density.

Slope is about 10 degree's near creek crossing area.

Recent beaver activity and dams are evident, when appraised on 8/24/16 by wcl & ek.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: -5% Other Price Factor: 0%

Appraiser:

William C. Lockner

TRACT X11 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 125.0

Permit Number: X015273 Expiration Date: 05/31/2019

Purchased By: Big Bear Farms

Address: 1471 33 Ave SE, Baudette, MN 56623

NWSE,SESE,SESW,SWSE of Section 7; SESW,SWSW of Section 8; NENW,NWNE,SENW,SWNE of Section

18 - Township 161, Range 34W.

	10 TOWNSHIP TOT, TO								
					APPR	AISED	BID	%: 0	
					UNIT		UNIT		
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE	
+	BLACK SPRUCE	WOODSRUN CORDWOOD	1,140.00	Cd	10.71	12,209.40	10.71	12,209.40	
+	TAMARACK	WOODSRUN CORDWOOD	635.00	Cd	4.59	2,914.65	4.59	2,914.65	
+	BALSAM FIR	WOODSRUN CORDWOOD	380.00	Cd	11.10	4,218.00	11.10	4,218.00	
+	PAPER BIRCH	WOODSRUN CORDWOOD	380.00	Cd	9.18	3,488.40	9.18	3,488.40	
_	+ BID SPECIES * SO	LD ON APPRAISED VOLUME		APPRAI	SED TOTAL =	\$22,830.45	BID TOTAL	_ = \$ 22,830.45	
			Α	DVANCE	E PAYMENT =	\$3,424.57			
C	Optional Timber (may be purchased with an Added Timber Agreement):								
	WHITE CEDAR	WOODSRUN CORDWOOD	5.00	Cd	4.59	22.95			

Cutting and Felling:

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

Season of Operations:

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

Sale Conditions:

- Access is across state or private land.
- Permission to cross private land must be obtained by permittee.
- 5 day notice must be given to before starting any sale operations on this site if utilizing the north powerline for access-snowmobile trail.

Marketing Conditions:

Sale is located 2 miles south of Roosevelt off of the Krull Forest Rd. 100 miles of primary road to International Falls. Black spruce averages 4 sticks with 7" DBH. Tamarack averages 4 sticks with 7" DBH. At time of cruise tamarack consisted of 60% live. Balsam fir ranges from 6-8" DBH with 3-4 sticks. Birch is mostly very scattered, averages 2 sticks.

Easy access to sale area via power lines, however right-of-way cannot be used as a landing.

Price Adjustments:

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

Stand Density: -10%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Edwin Fredrick Koepp

(Appraisal ID 12395-0; Cutting Block ID 14463-0)

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: November 22, 2016

BAUDETTE AREA

	SUMMARY FOR <u>SOLD</u> TRACTS								
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE				
WOODSRUN MIXED	ASH	110.00	Cd	6.38	701.80				
PRODUCTS	NORWAY PINE	70.00	Cd	20.81	1,456.70				
	JACK PINE	215.00	Cd	29.29	6,297.45				
	WHITE SPRUCE	25.00	Cd	19.38	484.50				
WOODSRUN CORDWOOD	ASH	870.00	Cd	5.68	4,943.40				
	LOWLAND HARDWOODS	55.00	Cd	8.48	466.40				
	ASPEN SPECIES	7,099.00	Cd	29.10	206,573.00				
	TREMBLING ASPEN	1,150.00	Cd	34.88	40,116.10				
	PAPER BIRCH	433.00	Cd	9.26	4,009.76				
	BALSAM FIR	685.00	Cd	11.59	7,937.75				
	BLACK SPRUCE	2,078.00	Cd	13.15	27,326.96				
	TAMARACK	1,155.00	Cd	4.75	5,485.85				
	WHITE CEDAR (optional)	5.00	Cd	-	0.00				
	MIXED SPRUCE	35.00	Cd	13.09	458.15				
BIOMASS	ANY LISTED SPECIES (optional)	6,856.00	Tons	-	0.00				
	ANY LISTED SPECIES	200.00	Tons	1.00	200.00				

TOTAL SOLD TRACTS CONVERTED TO CORDS: 13,980.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 217,814.82
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 306,482.82
TOTAL ACRES SOLD: 776.9

SOLD TRACT NUMBERS: 1, 2, 3, 5, 6, 7, 8, 9, 10, 11

TOTAL NUMBER OF TRACTS SOLD: 10

SUMMARY FOR <u>UNSOLD</u> TRACTS					
				APPRAISED	
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	AVERAGE UNIT PRICE	APPRAISED \$ VALUE
1100001	_ 51 20125		01411		# VALUE
WOODSRUN CORDWOOD	ASPEN SPECIES	15.00	Cd	15.14	227.10
	PAPER BIRCH	35.00	Cd	8.16	285.60
	BALSAM FIR	15.00	Cd	9.86	147.90
	BLACK SPRUCE	20.00	Cd	9.52	190.40
	TAMARACK	375.00	Cd	4.08	1,530.00

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 460.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 2,381.00
TOTAL ACRES UNSOLD: 22.0

UNSOLD TRACT NUMBER: 4
TOTAL NUMBER OF TRACTS UNSOLD: 1