



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY

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

STATUS: COMPLETED
INTERMEDIATE AUCTION - SALE #2
ORAL BID

Notice is hereby given that I offered for sale at public auction in Bemidji, MN at 10:30 AM on Tuesday, December 13, 2016, timber belonging to the State of Minnesota. All tracts were offered at the Beltrami Electric Cooperative in Bemidji, MN.

Some of the timber offered was certified by SFI or FSC or both. See the certification notes in the descriptions for the individual tracts for details.

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.



The resource management of the Minnesota DNR's state forests and wildlife management areas meets the objectives of the SFI © program (Certificate No. NSF-SFI-FM-6Y921) and the principles of the FSC © certification standard (Certificate No. SCS-FM/COC-00088N).

FSC
100%



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY
INTERMEDIATE AUCTION
ORAL BID TIMBER SALE
BEMIDJI AREA

10:30 AM on December 13, 2016
Beltrami Electric Cooperative in Bemidji, 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 December 13, 2017, at the following Area Headquarters: Bemidji 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: MAHNOMEN

AREA: BEMIDJI AREA

ACRES: 15.0

Permit Number: X015356
Expiration Date: 05/31/2019

Purchased By: Hillside Lumber Inc.
Address: PO Box 357, Bagley, MN 56621

NESE,NWSE of Section 14 - Township 144, Range 39W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	520.00	Cd	18.50	9,620.00	18.50	9,620.00
+ BALSAM FIR	WOODSRUN CORDWOOD	60.00	Cd	11.10	666.00	11.10	666.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$10,286.00	BID TOTAL = \$ 10,286.00
				ADVANCE PAYMENT =		\$1,542.90	

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

ANY LISTED SPECIES BIOMASS 270.00 Tons 0.90 243.00

Mixed Species Description:

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

Season of Operations:

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

Sale Conditions:

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

Marketing Conditions:

Sale located 26 miles SW of Bagley, 2 miles NE of NayTahWaush.
Aspen averages 12", 65'.
Freezing down wetland crossings may require packing.

Price Adjustments:

- Road Construction Costs: -5%
- Haul Distance to Nearest Mill: 0%
- Stand Density: 0%
- Operational Constraints: -5%
- Other Price Factor: 0%

Certification Note:

The timber on this tract is SFI and FSC certified.

Appraiser:

Jeffrey L. Straub

TRACT X2

COUNTY: CLEARWATER

AREA: BEMIDJI AREA

ACRES: 61.0

Permit Number: X015357
Expiration Date: 05/31/2018

Purchased By: Gerbracht Logging Inc.
Address: 20405 - 340th St, Bagley, MN 56621

NWSW,SESW,SWSW of Section 36; SESE of Section 35 - Township 146, Range 37W.
GL01,GL02 of Section 2 - Township 145, Range 37W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	1,060.00	Cd	8.30	8,798.00	8.30	8,798.00
ASH	WOODSRUN CORDWOOD	35.00	Cd	2.40	84.00	2.40	84.00
PAPER BIRCH	WOODSRUN CORDWOOD	15.00	Cd	4.10	61.50	4.10	61.50
BALSAM FIR	WOODSRUN CORDWOOD	5.00	Cd	4.95	24.75	4.95	24.75
NORTHERN HARDWOODS	WOODSRUN CORDWOOD	5.00	Cd	3.40	17.00	3.40	17.00

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$8,985.25 BID TOTAL = \$ 8,985.25
ADVANCE PAYMENT = \$1,347.79

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

ANY LISTED SPECIES BIOMASS 540.00 Tons 0.40 216.00

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 3%; Trembling Aspen 97%.
Northern Hardwoods Woodsrun Cordwood includes: Basswood 99%; Red Maple 1%.

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:

Approximately 33 miles SW of Bemidji off Highway 36. Near Upper Rice Lake. 40-50% blowdown aspen. Average DBH 10" 5 stick aspen. Price is reduced 60% because of the blowdown 3% of the aspen Spp. is balm of gilead.

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: 0%
Stand Density: 0%
Operational Constraints: 0%
Other Price Factor: -60% (blowdown)

Certification Note:

The timber on this tract is SFI and FSC certified.

Appraiser:

Morgan Lea Welter

TRACT X3

COUNTY: BELTRAMI

AREA: BEMIDJI AREA

ACRES: 9.1

Permit Number: X015358
Expiration Date: 05/31/2019

Purchased By: Lowell E. Joy
Address: 8429 Bemidji Rd NE, Bemidji, MN 56601

GL03, GL04 of Section 13 - Township 147, Range 30W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 164	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	260.00	Cd	18.45	4,797.00	48.71	12,664.60
+ BID SPECIES	* SOLD ON APPRAISED VOLUME						
					APPRAISED TOTAL =	\$4,797.00	BID TOTAL = \$ 12,664.60
					ADVANCE PAYMENT =	\$719.55	

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

ANY LISTED SPECIES	BIOMASS	140.00	Tons	1.00	140.00
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Mixed Species Description:

Aspen Species Woodsrunk Cordwood includes: Balm of Gilead 15%; Trembling Aspen 85%.

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 2.1 miles north of the Damon lake road and Birchmont Beach road intersection, then 1 mile east on the Morph Meadows minimum maintenance forest road.

Aspen ranges from 7-19 inches DBH but the majority is in the 10-12 inch range. Stand is approximately 50 years old and trees have some (20-30%) phellinus infection.

Frozen ground will almost certainly be necessary for operations.

An approx. 500 foot access trail will need to be constructed through 15 year old aspen regen and brush to reach the sale area.

Price Adjustments:

- Road Construction Costs: -9%
- Haul Distance to Nearest Mill: 0%
- Stand Density: 0%
- Operational Constraints: 0%
- Other Price Factor: 0%

Certification Note:

The timber on this tract is SFI and FSC certified.

Appraiser:

Christopher A. Gronewold

TRACT X4

COUNTY: BELTRAMI

AREA: BEMIDJI AREA

ACRES: 20.0

Permit Number: X015359
Expiration Date: 05/31/2020

Purchased By: Ronald G. Krueth
Address: 38981 Firewood Ln, Kelliher, MN 56650

NWNE of Section 9 - Township 147, Range 34W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 5	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ PINE SPECIES	WOODSRUN MIXED PRODUCTS	185.00	Cd	12.85	2,377.25	13.49	2,495.65
TREMBLING ASPEN	WOODSRUN CORDWOOD	10.00	Cd	17.70	177.00	17.70	177.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$2,554.25	BID TOTAL = \$ 2,672.65
				ADVANCE PAYMENT =		\$383.14	

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

ANY LISTED SPECIES BIOMASS 100.00 Tons 0.85 85.00

Mixed Species Description:

Pine Species Woodsrun Mixed Products includes: Jack Pine 49%; Norway Pine 51%.

Mixed Product Description:

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

Season of Operations:

- Conduct sale operations on dry/frozen soil conditions only, except with written permission from State.
- Operate during non-rutting soil conditions. Refer to DNR rutting guidelines.

Landings Roads and Trails:

- There is an old landing on county land. Permittee must obtain permission from county to use it.

Sale Conditions:

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

Marketing Conditions:

Sale is located approximately 6 miles northwest of Bemidji.

Jack and Norway pine average 7-8" dbh and 4 sticks with 15% bolts.

First entry thinning and stand is 32 years old.

Price Adjustments:

- Road Construction Costs: 0%
- Haul Distance to Nearest Mill: +10%
- Stand Density: 0%
- Operational Constraints: 0%
- Other Price Factor: -25% (first entry thinning)

Certification Note:

The timber on this tract is SFI and FSC certified.

Appraiser:

Joseph B. Rucinski

TRACT X5

COUNTY: ITASCA

AREA: BEMIDJI AREA

ACRES: 25.1

Permit Number: X015360
Expiration Date: 05/31/2019

Purchased By: Andy Michalek Logging Inc.
Address: 54529 Michalek Road, Blackduck, MN 56630

SWNW of Section 16; NENE,SENE of Section 17 - Township 148, Range 29W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	320.00	Cd	20.85	6,672.00	20.85	6,672.00
+ TAMARACK	WOODSRUN CORDWOOD	155.00	Cd	5.10	790.50	5.10	790.50
+ BLACK SPRUCE	WOODSRUN CORDWOOD	70.00	Cd	11.90	833.00	11.90	833.00
+ PAPER BIRCH	WOODSRUN CORDWOOD	50.00	Cd	10.20	510.00	10.20	510.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$8,805.50	BID TOTAL = \$ 8,805.50
				ADVANCE PAYMENT =		\$1,320.83	

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

ANY LISTED SPECIES BIOMASS 250.00 Tons 1.00 250.00

Mixed Species Description:

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

Marketing Conditions:

Aspen is 50-65 years old and averages 10" and 5 sticks/tree.

Tamarack is 60-80 years old and averages 8" and 4 sticks/tree.

Black spruce is 80 years old and averages 7" and 4 sticks/tree.

Access is off the Will Paul FR across state land.

The sale is located 60 miles from Grand Rapids and 35 miles from Bemidji.

Price Adjustments:

- Road Construction Costs: -10%
- Haul Distance to Nearest Mill: +10%
- Stand Density: 0%
- Operational Constraints: 0%
- Other Price Factor: 0%

Certification Note:

The timber on this tract is SFI and FSC certified.

Appraiser:

Joseph D. Blake

TRACT X6

COUNTY: BELTRAMI

AREA: BEMIDJI AREA

ACRES: 6.0

Permit Number: X015361
Expiration Date: 05/31/2019

Purchased By: Kevin J. Thomas
Address: 17838 Poplewood Rd NE, Hines, MN 56647

SWNE of Section 26 - Township 148, Range 30W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 51	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ WHITE SPRUCE	WOODSRUN MIXED PRODUCTS	110.00	Cd	17.50	1,925.00	26.43	2,907.30
BALSAM FIR	WOODSRUN CORDWOOD	5.00	Cd	10.20	51.00	10.20	51.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$1,976.00	BID TOTAL = \$	2,958.30
				ADVANCE PAYMENT =	\$296.40		

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

ANY LISTED SPECIES BIOMASS 60.00 Tons 1.00 60.00

Mixed Product Description:

White Spruce Woodsrun Mixed Products includes: Bolts 30%; Pulpwood 70%.

Marketing Conditions:

40 year old white spruce with an average dbh of 9" and 4 sticks/tree. This will be the 2nd thinning for the stand. This is a logger select cut.

To thin from below means to take the smallest trees first when thinning to a target BA.

Access is across U.S. Forest Service land. No permit needed.

Sale is located 30 miles from Bemidji and 70 miles from Grand Rapids.

Price Adjustments:

- Road Construction Costs: +10%
- Haul Distance to Nearest Mill: +5%
- Stand Density: -5%
- Operational Constraints: -10%
- Other Price Factor: 0%

Certification Note:

The timber on this tract is SFI and FSC certified.

Appraiser:

Joseph D. Blake

TRACT X7

COUNTY: BELTRAMI

AREA: BEMIDJI AREA

ACRES: 3.0

Permit Number: X015362
Expiration Date: 05/31/2019

Purchased By: Daniel Affield
Address: 32699 Everts RD NE, Blackduck, MN 56630

SWSW of Section 28 - Township 148, Range 32W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 171	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TREMBLING ASPEN	WOODSRUN MIXED PRODUCTS	120.00	Cd	18.85	2,262.00	51.08	6,129.60
+ BALSAM FIR	WOODSRUN CORDWOOD	25.00	Cd	9.20	230.00	24.93	623.25
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		BID TOTAL = \$	
				ADVANCE PAYMENT =			
						\$ 2,492.00	
						\$ 6,752.85	
						\$ 373.80	

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

ANY LISTED SPECIES BIOMASS 50.00 Tons 0.90 45.00

Mixed Product Description:

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

Season of Operations:

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

Landings Roads and Trails:

- The location and construction of all landings must be pre-approved by the State.
- Limited landing space.

Marketing Conditions:

Sale location is off Farley Dr. NE (Turtle River Lake Public Water Access) just off the west end of Turtle River Lake.

Aspen 12 - 14 " dbh and 7 sticks, Fir 6- 10 " dbh 4 sticks. High rot % in Aspen, old blowdown throughout stand

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: 0%
Stand Density: 0%
Operational Constraints: 0%
Other Price Factor: -10% (small sale)

Certification Note:

The timber on this tract is SFI and FSC certified.

Appraiser:

Glen W. Laginess

TRACT X8

COUNTY: BELTRAMI

AREA: BEMIDJI AREA

ACRES: 28.3

Permit Number: X015363
Expiration Date: 05/31/2020

Purchased By: Mike Paulson
Address: 3440 Adelia Drive SE, Bemidji, MN 56601

GL06,NESW,NWSW,SESW,SWSE,SWSW of Section 36 - Township 148, Range 33W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 165	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASH	WOODSRUN MIXED PRODUCTS	200.00	Cd	6.70	1,340.00	17.76	3,552.00
+ SPRUCE-BALSAM	WOODSRUN CORDWOOD	185.00	Cd	10.90	2,016.50	28.89	5,344.65
+ ASPEN SPECIES	WOODSRUN CORDWOOD	75.00	Cd	20.05	1,503.75	53.13	3,984.75
+ MIXED HARDWOODS	WOODSRUN CORDWOOD	60.00	Cd	10.20	612.00	27.03	1,621.80
+ BASSWOOD	WOODSRUN MIXED PRODUCTS	45.00	Cd	9.20	414.00	24.38	1,097.10
TAMARACK	WOODSRUN CORDWOOD	45.00	Cd	5.10	229.50	5.10	229.50
WHITE PINE	WOODSRUN CORDWOOD	20.00	Cd	11.05	221.00	11.05	221.00

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$6,336.75 BID TOTAL = \$ 16,050.80
ADVANCE PAYMENT = \$950.51

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

TAMARACK	FUELWOOD	25.00	Cd	2.00	50.00
ANY LISTED SPECIES	BIOMASS	250.00	Tons	1.00	250.00

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 20%; Trembling Aspen 80%.
Mixed Hardwoods Woodsrun Cordwood includes: Paper Birch 26%; Red Maple 74%.
Spruce-Balsam Woodsrun Cordwood includes: Balsam Fir 58%; Black Spruce 42%.

Mixed Product Description:

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

Season of Operations:

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

Sale Conditions:

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

Marketing Conditions:

From Bemidji go north on Hwy 71 for 8.5 miles. Turn left onto Lake Beltrami Rd and drive 0.4 miles to a woods road going west .25 miles to the sale. The private road going east will take you to the white pine thinning. Mixed hardwoods in the sale are old but in relatively good shape. Average diameter is about 10 inches and height varies from 3 to 7 sticks. Black spruce and tamarack are good quality with an average DBH of 7 inches and 3-7 sticks. The small white pine stand is marked heavily with about 40% of the trees coming out. Size is good with an average DBH of 8 inches and an average of 5 sticks.

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: 0%
Stand Density: +5%
Operational Constraints: -5%

Other Price Factor: 0%

Certification Note:

The timber on this tract is SFI and FSC certified.

Appraiser:

Joe Renik

(Appraisal ID 12534-0; Cutting Block ID 14634-0)

TRACT X9

COUNTY: BELTRAMI

AREA: BEMIDJI AREA

ACRES: 18.0

Permit Number: X015364
Expiration Date: 05/31/2020

Purchased By: Michael J. Pink
Address: 33686 Neumann Rd NE, Northome, MN 56661

SWNW of Section 2 - Township 150, Range 30W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 156	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN MIXED PRODUCTS	620.00	Cd	23.00	14,260.00	58.88	36,505.60
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$14,260.00	BID TOTAL = \$	36,505.60
				ADVANCE PAYMENT =	\$2,139.00		

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

ANY LISTED SPECIES	BIOMASS	300.00 Tons	1.10	330.00
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Mixed Species Description:

Aspen Species Woodsrun Mixed Products includes: Balm of Gilead 6%; Trembling Aspen 94%.

Mixed Product Description:

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

Season of Operations:

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

Site, Soil and Water Protection:

- In RMZ - no cutting.

Sale Conditions:

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

Marketing Conditions:

Sale is located 2 miles south of state Hwy 1 on the Neumann Rd. Sale is about .4 miles SE on woods roads from end of maintenance

6 - 7 stick Aspen, 12 inch diameter

Price Adjustments:

- Road Construction Costs: 0%
- Haul Distance to Nearest Mill: 0%
- Stand Density: +10%
- Operational Constraints: 0%
- Other Price Factor: 0%

Certification Note:

The timber on this tract is SFI and FSC certified.

Appraiser:

Glen W. Laginess

TRACT X10

COUNTY: BELTRAMI

AREA: BEMIDJI AREA

ACRES: 10.0

Permit Number: X015365
Expiration Date: 05/31/2019

Purchased By: Ronald G. Krueth
Address: 38981 Firewood Ln, Kelliher, MN 56650

SWNW of Section 28 - Township 152, Range 30W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	69.00	Cd	15.90	1,097.10	15.90	1,097.10
+ ASH	WOODSRUN CORDWOOD	29.00	Cd	4.75	137.75	4.75	137.75
BALSAM FIR	WOODSRUN CORDWOOD	2.00	Cd	9.85	19.70	9.85	19.70
PAPER BIRCH	WOODSRUN CORDWOOD	2.00	Cd	8.15	16.30	8.15	16.30
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$1,270.85	BID TOTAL = \$ 1,270.85
				ADVANCE PAYMENT =		\$190.63	

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

ANY LISTED SPECIES BIOMASS 100.00 Tons 0.80 80.00

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 25%; Trembling Aspen 75%.

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:

Approximately 3 miles NW of Kelliher on Willow Creek Road NE.

Aspen- average 4-5 sticks, 10" diameter
Ash- average 3 sticks, 9" diameter

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: -10%
Stand Density: -10%
Operational Constraints: 0%
Other Price Factor: 0%

Certification Note:

The timber on this tract is SFI and FSC certified.

Appraiser:

Morgan Lea Welter

TRACT X11

COUNTY: POLK, RED LAKE

AREA: BEMIDJI AREA

ACRES: 26.5

Permit Number: X015366
Expiration Date: 05/31/2019

Purchased By: D.R. Gravel & Logging Inc.
Address: 11919 - 410th Street SW, Fertile, MN 56540

SENW of Section 29 - Township 152, Range 45W.
SENE of Section 1 - Township 152, Range 46W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	200.00	Cd	4.10	820.00	4.10	820.00
+ BID SPECIES	* SOLD ON APPRAISED VOLUME						
					APPRAISED TOTAL =	\$820.00	BID TOTAL = \$ 820.00
					ADVANCE PAYMENT =	\$123.00	

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 6%; Trembling Aspen 94%.

Season of Operations:

- No sale operations allowed during firearms / muzzleloader deer seasons (Cutting Blocks 1 and 2).

Sale Conditions:

- Access is across private land (Cutting Block 1).
- Access is across state land (Cutting Block 2).

Marketing Conditions:

Sale is located 40 miles SW of Bagley, 2 miles west of Bejou.
Aspen ranges from 6" diameter 40' tall to 10" diameter 60' tall.
Price adjusted for aspen parkands.

Price Adjustments:

- Road Construction Costs: 0%
- Haul Distance to Nearest Mill: 0%
- Stand Density: 0%
- Operational Constraints: 0%
- Other Price Factor: -80% (Aspen parklands)

Certification Note:

The timber on this tract is from non-certified land.

Appraiser:

Jeffrey L. Straub

TRACT X12

COUNTY: BELTRAMI

AREA: BEMIDJI AREA

ACRES: 28.7

Permit Number: X015367
Expiration Date: 05/31/2020

Purchased By: Ronald G. Krueth
Address: 38981 Firewood Ln, Kelliher, MN 56650

GL05,NESE,NWSE,SWSE of Section 26 - Township 153, Range 32W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 75	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ PINE SPECIES	WOODSRUN MIXED PRODUCTS	270.00	Cd	14.75	3,982.50	25.81	6,968.70
+ TREMBLING ASPEN	WOODSRUN CORDWOOD	35.00	Cd	18.75	656.25	32.81	1,148.35
BALSAM FIR	WOODSRUN CORDWOOD	10.00	Cd	12.35	123.50	12.35	123.50
+ BID SPECIES	* SOLD ON APPRAISED VOLUME			APPRAISED TOTAL =		BID TOTAL = \$	
						\$4,762.25	8,240.55
				ADVANCE PAYMENT =			
						\$714.34	

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

ANY LISTED SPECIES	BIOMASS	130.00 Tons	1.00	130.00
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Mixed Species Description:

Pine Species Woodsrun Mixed Products includes: Jack Pine 2%; Norway Pine 98%.

Mixed Product Description:

Pine Species Woodsrun Mixed Products includes: Bolts 14%; Pulpwood 83%; Sawtimber 3%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

From the Saum store, drive north on Pioneer Rd 5.2 miles. Turn left onto Shotley Rd and drive west 1.8 miles to Boundary Rd. Turn left and proceed south 0.7 miles to a woods road that goes east 0.2 miles to the sale.

Red pine in the second thinning stands is variable, ranging from stunted 5 inch stems with 3 sticks to stems reaching 16 DBH and 8 sticks. Overall average of stems is 8 inches containing 6 sticks.

Red pine in the first thinning stand is also variable but with a more narrow range of sizes. Average stems are 7.5 DBH containing 5 sticks.

Aspen throughout the sale is merchantable but averages 7 inches in DBH and 4 sticks.

Sale has been set up to accommodate harvest operations without restricting equipment. Care must be taken to avoid damaging residual red and jack pine.

Price Adjustments:

- Road Construction Costs: 0%
- Haul Distance to Nearest Mill: 0%
- Stand Density: -10%
- Operational Constraints: 0%
- Other Price Factor: -25% (16.6 acres of first thinning pine.)

Certification Note:

The timber on this tract is SFI and FSC certified.

Appraiser:

Joe Renik

TRACT X13

COUNTY: BELTRAMI

AREA: BEMIDJI AREA

ACRES: 42.8

Permit Number: X015368
Expiration Date: 05/31/2019

Purchased By:
Address:

UNSOLD

NWNW,SWNW of Section 35; SWSW of Section 26; NENE of Section 34; SESE of Section 27 - Township 155, Range 33W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID:	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TAMARACK	WOODSRUN CORDWOOD	700.00	Cd	3.10	2,170.00	3.10	2,170.00
TAMARACK	FUELWOOD	42.00	Cd	2.50	105.00	2.50	105.00
+ BLACK SPRUCE	WOODSRUN CORDWOOD	8.00	Cd	7.15	57.20	7.15	57.20

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL =	\$2,332.20	BID TOTAL = \$	2,332.20
ADVANCE PAYMENT =	<u>\$349.83</u>		

Marketing Conditions:

Price adjusted due to poor access and haul distance.
Dead tamarack offered as fuelwood - price reduced.

Price Adjustments:

Road Construction Costs: -12%
Haul Distance to Nearest Mill: -12%
Stand Density: 0%
Operational Constraints: -1%
Other Price Factor: -15%

Certification Note:

The timber on this tract is from non-certified land.

Appraiser:

Christopher A. Gronewold

(Appraisal ID 11790-3; Cutting Block ID 13818-7)

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

BEMIDJI 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: December 13, 2016

- SUMMARY SHEET -

12/13/2016 INTERMEDIATE AUCTION - SALE #2

COMPLETED - DATA AS OF 12/27/2017

BEMIDJI AREA

SUMMARY FOR SOLD TRACTS

<u>PRODUCT</u>	<u>SPECIES</u>	<u>TOTAL VOLUME</u>	<u>UNIT</u>	<u>SOLD AVERAGE UNIT PRICE</u>	<u>TOTAL SOLD \$ VALUE</u>
WOODSRUN MIXED PRODUCTS	ASH	200.00	Cd	17.76	3,552.00
	ASPEN SPECIES	620.00	Cd	58.88	36,505.60
	TREMBLING ASPEN	120.00	Cd	51.08	6,129.60
	BASSWOOD	45.00	Cd	24.38	1,097.10
	PINE SPECIES	455.00	Cd	20.80	9,464.35
	WHITE SPRUCE	110.00	Cd	26.43	2,907.30
WOODSRUN CORDWOOD	ASH	64.00	Cd	3.46	221.75
	ASPEN SPECIES	2,504.00	Cd	17.43	43,656.45
	TREMBLING ASPEN	45.00	Cd	29.45	1,325.35
	PAPER BIRCH	67.00	Cd	8.77	587.80
	NORTHERN HARDWOODS	5.00	Cd	3.40	17.00
	WHITE PINE	20.00	Cd	11.05	221.00
	SPRUCE-BALSAM	185.00	Cd	28.89	5,344.65
	BALSAM FIR	107.00	Cd	14.10	1,508.20
	BLACK SPRUCE	70.00	Cd	11.90	833.00
	TAMARACK	200.00	Cd	5.10	1,020.00
	MIXED HARDWOODS	60.00	Cd	27.03	1,621.80
	FUELWOOD	TAMARACK (optional)	25.00	Cd	-
BIOMASS	ANY LISTED SPECIES (optional)	2,190.00	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 4,877.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 67,345.85
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 116,012.95
TOTAL ACRES SOLD: 250.7
SOLD TRACT NUMBERS: 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12
TOTAL NUMBER OF TRACTS SOLD: 12

SUMMARY FOR UNSOLD TRACTS

<u>PRODUCT</u>	<u>SPECIES</u>	<u>TOTAL VOLUME</u>	<u>UNIT</u>	<u>APPRAISED AVERAGE UNIT PRICE</u>	<u>APPRAISED \$ VALUE</u>
WOODSRUN CORDWOOD	BLACK SPRUCE	8.00	Cd	7.15	57.20
	TAMARACK	700.00	Cd	3.10	2,170.00
FUELWOOD	TAMARACK	42.00	Cd	2.50	105.00

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 750.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 2,332.20
TOTAL ACRES UNSOLD: 42.8
UNSOLD TRACT NUMBER: 13
TOTAL NUMBER OF TRACTS UNSOLD: 1