



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 10:45 AM on Tuesday, December 12, 2017, timber belonging to the State of Minnesota. All tracts were offered at the Beltrami Electric Cooperative in Bemidji, 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.



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

10:45 AM on December 12, 2017
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 12, 2018, 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: HUBBARD

AREA: BEMIDJI AREA

ACRES: 4.0

Permit Number: X015781
Expiration Date: 05/31/2020

Purchased By: Mark A. Lawyer
Address: 23326 County Rd 9, Bemidji, MN 56601

SENE of Section 23 - Township 144, Range 34W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	120.00	Cd	16.95	2,034.00	16.95	2,034.00
+ BID SPECIES	* SOLD ON APPRAISED VOLUME						
				APPRAISED TOTAL =	\$2,034.00	BID TOTAL = \$	2,034.00
				ADVANCE PAYMENT =	\$305.10		

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

ANY LISTED SPECIES	BIOMASS	55.00 Tons	1.00	55.00
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Mixed Species Description:

Aspen Species Woodsrunk Cordwood includes: Balm of Gilead 1%; Paper Birch 1%; Trembling Aspen 98%.

Cutting and Felling:

- Leave 3-5 scattered snags per acre.

Season of Operations:

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

Sale Conditions:

- Access is across county or private land.
- Permission to cross county or private land must be obtained by permittee.
- The best access is through private land.

Marketing Conditions:

Aspen avg 12" DBH, and 5 sticks.
30% of aspen is blown down
harvest all merchantable damaged aspen

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: 0%
Stand Density: 0%
Operational Constraints: 0%
Other Price Factor: -30% (blow down aspen)

Appraiser:

Benjamin A. Lang

TRACT X2

COUNTY: CASS

AREA: BEMIDJI AREA

ACRES: 26.1

Permit Number: X015782
Expiration Date: 05/31/2020

Purchased By: Rieger Logging Inc.
Address: 61559 Co Road 26, Northome, MN 56661

NENE,SENE,SWNE of Section 25 - Township 145, Range 28W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 45	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	WOODSRUN MIXED PRODUCTS	120.00	Cd	21.85	2,622.00	31.68	3,801.60
+ TREMBLING ASPEN	WOODSRUN CORDWOOD	75.00	Cd	18.81	1,410.75	27.27	2,045.25
+ PAPER BIRCH	WOODSRUN CORDWOOD	70.00	Cd	8.93	625.10	12.95	906.50
NORTHERN HARDWOODS	WOODSRUN CORDWOOD	50.00	Cd	10.15	507.50	10.15	507.50
BALSAM FIR	WOODSRUN MIXED PRODUCTS	12.00	Cd	11.48	137.76	11.48	137.76
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$5,303.11	BID TOTAL = \$	7,398.61
				ADVANCE PAYMENT =	\$795.47		

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

ANY LISTED SPECIES BIOMASS 170.00 Tons 0.75 127.50

Mixed Species Description:

Northern Hardwoods Woodsrun Cordwood includes: Red Maple 67%; Red Oak 33%.

Mixed Product Description:

Balsam Fir Woodsrun Mixed Products includes: Bolts 25%; Pulpwood 75%.
Norway Pine Woodsrun Mixed Products includes: Bolts 50%; Pulpwood 42%; Sawtimber 8%.

Season of Operations:

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

Sale Conditions:

- Access is across USFS land.
- Permission to cross land land must be obtained by permittee.
- Provisions of access and /or water crossing permits will become part of sale terms and conditions for this sale.

Marketing Conditions:

Sale is approx. 2 miles east of Bena, MN. Just north of Hwy #2 and east of Winnie Dam Rd.
Stands 135 and 168 are +/- 32 years old, stand 171 is +/-55 years with low quality and low density hdwds.
Pine averages 10" dbh and 4 sticks, there is a patch of sawlogs sized pine to thin approx 1 load of logs. The density of the pine stand is highly variable.
USFS Rd 2145 leads from Hwy 2 directly to stand

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: 0%
Stand Density: 0%
Operational Constraints: 0%
Other Price Factor: -25% (First entry plantation thin)

Appraiser:

Ernest T. Schmitt

TRACT X3

COUNTY: CLEARWATER

AREA: BEMIDJI AREA

ACRES: 46.0

Permit Number: X015783
Expiration Date: 05/31/2021

Purchased By: Lundberg Forest Products Inc.
Address: 3835 Centerline Road NW, Solway, MN 56678

NENW,NWNE,SEW of Section 9 - Township 145, Range 37W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TAMARACK	WOODSRUN CORDWOOD	750.00	Cd	6.10	4,575.00	6.10	4,575.00
BLACK SPRUCE	WOODSRUN CORDWOOD	10.00	Cd	10.70	107.00	10.70	107.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$4,682.00	BID TOTAL = \$ 4,682.00
				ADVANCE PAYMENT =		\$702.30	

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

ANY LISTED SPECIES	BIOMASS	170.00 Tons	0.90	153.00
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Sale Conditions:

- Access is across state land.

Marketing Conditions:

Sale is located 10 miles south of Bagley, off Yogi trail.
Tamarack averages 8", 5 - 6 sticks.
Some blowdown in sale area, reduced price.

Price Adjustments:

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

Appraiser:

Jeffrey L. Straub

TRACT X4

COUNTY: CLEARWATER

AREA: BEMIDJI AREA

ACRES: 57.0

Permit Number: X015784
Expiration Date: 05/31/2021

Purchased By:
Address:

UNSOLD

NENE,SENE of Section 10; NESE,SESE,SWSE of Section 3; NWNW of Section 11 - Township 145, Range 37W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASH	WOODSRUN MIXED PRODUCTS	710.00	Cd	7.80	5,538.00	7.80	5,538.00
+ TREMBLING ASPEN	WOODSRUN CORDWOOD	320.00	Cd	5.00	1,600.00	5.00	1,600.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$7,138.00	BID TOTAL = \$ 7,138.00
				ADVANCE PAYMENT =		\$1,070.70	

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

ANY LISTED SPECIES BIOMASS 560.00 Tons 0.80 448.00

Mixed Product Description:

Ash Woodsrun Mixed Products includes: Bolts 25%; Pulpwood 75%.

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:

Ash average 5 sticks and 10inch DBH
 Aspen average 6 sticks and 12inch DBH
 Roughly 60% of the aspen is blowdown. Aspen price has been discounted 60% with the expectation that blowdown aspen will be utilized
 Sale is located approx. 14 miles south of Bagley, and 1 mile west of Upper Rice Lake with access expected to be limited to winter

Price Adjustments:

- Road Construction Costs: -10%
- Haul Distance to Nearest Mill: 0%
- Stand Density: 0%
- Operational Constraints: -10%
- Other Price Factor: -60% (blowdown)

Appraiser:

David Fraundorf

TRACT X5

COUNTY: BELTRAMI

AREA: BEMIDJI AREA

ACRES: 27.9

Permit Number: X015785
Expiration Date: 05/31/2021

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

GL01, GL02, SENE, SWNE of Section 1 - Township 146, Range 30W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 161	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TAMARACK	WOODSRUN CORDWOOD	1,000.00	Cd	7.50	7,500.00	19.58	19,580.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$7,500.00	BID TOTAL = \$ 19,580.00
				ADVANCE PAYMENT =		\$1,125.00	

Season of Operations:

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

Sale Conditions:

- Access is across USFS land.
- Permission to cross USFS land must be obtained by permittee.
- Provisions of access and /or water crossing permits will become part of sale terms and conditions for this sale.

Marketing Conditions:

Sale is located 18 miles north and east of Cass Lake, MN. 8 miles east of Scenic Hwy off Birchmont Beach/Damon Lk Rd.
 Tamarack averages 8"DBH 6 sticks. 35 cds/ac
 There are a few small pockets of beetle infested trees. Less than 5% mortality currently.
 Access rd bisects the stand.
 10% increase over base price due to below ave road cost and above average density

Price Adjustments:

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

Appraiser:

Ernest T. Schmitt

TRACT X6

COUNTY: CLEARWATER

AREA: BEMIDJI AREA

ACRES: 38.9

Permit Number: X015786
Expiration Date: 05/31/2020

Purchased By:
Address:

UNSOLD

NENW,NESW,NWNW,NWSW,SENW,SWNW of Section 36 - Township 146, Range 36W.
NESW,SENW of Section 36 - Township 146, Range 36W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID:	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ BASSWOOD	WOODSRUN MIXED PRODUCTS	405.00	Cd	9.50	3,847.50	9.50	3,847.50
+ MIXED HARDWOODS	WOODSRUN CORDWOOD	185.00	Cd	10.10	1,868.50	10.10	1,868.50
+ ASH	WOODSRUN MIXED PRODUCTS	180.00	Cd	7.85	1,413.00	7.85	1,413.00
+ OAK SPECIES	WOODSRUN MIXED PRODUCTS	130.00	Cd	15.30	1,989.00	15.30	1,989.00
+ ASPEN SPECIES	WOODSRUN CORDWOOD	90.00	Cd	21.30	1,917.00	21.30	1,917.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$11,035.00	BID TOTAL = \$	11,035.00
				ADVANCE PAYMENT =	\$1,655.25		

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 8%; Trembling Aspen 92%.
Mixed Hardwoods Woodsrun Cordwood includes: Paper Birch 14%; Sugar Maple 86%.
Oak Species Woodsrun Mixed Products includes: Bur Oak 46%; Red Oak 54%.

Mixed Product Description:

Ash Woodsrun Mixed Products includes: Bolts 15%; Pulpwood 85%.
Basswood Woodsrun Mixed Products includes: Bolts 20%; Pulpwood 80%.
Oak Species Woodsrun Mixed Products includes: Bolts 20%; Pulpwood 80%.

Cutting and Felling:

- Trees must be processed at the stump and cut products forwarded to the landing (Cutting Block 1).
- Full tree skidding prohibited (Cutting Block 1).

Season of Operations:

- Conduct sale operations on dry or frozen conditions soil conditions only, except with written permission from State (Cutting Block 1).
- Conduct sale operations on frozen soil conditions only, except with written permission from State (Cutting Block 2).
- Frozen ground access only (Cutting Block 2).

Landings Roads and Trails:

- Hanna Grade access is a groomed State snowmobile trail (Cutting Block 1).

Sale Conditions:

- Access is across county and state land (Cutting Block 1).
- Permission to cross county land must be obtained by permittee (Cutting Block 1).

Marketing Conditions:

Hardwood av 8"dbh and 4 to 5 sticks in height
Sale is approx. 21 miles from Norbord
Hardwood Harvest Area is 44 1/2ac small clearcuts within type
Cutting block 2 is frozen harvest activities only
Cutting block 1 must be dry or frozen to harvest

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: +10%
Stand Density: 0%
Operational Constraints: -10%
Other Price Factor: -15% (harvest at stump, seasonal difference in blocks)

Appraiser:

Nick L. Severson

(Appraisal ID 12967-0; Cutting Block ID 15169-0, 15174-0)

TRACT X7

COUNTY: MAHNOMEN

AREA: BEMIDJI AREA

ACRES: 24.4

Permit Number: X015787
Expiration Date: 05/31/2020

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

NWNW,NWSW,SWNW of Section 36; NENW of Section 35 - Township 146, Range 39W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 20	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TREMBLING ASPEN	WOODSRUN CORDWOOD	300.00	Cd	25.10	7,530.00	30.12	9,036.00
+ PINE SPECIES	WOODSRUN MIXED PRODUCTS	81.00	Cd	21.80	1,765.80	26.16	2,118.96
NORTHERN HARDWOODS	WOODSRUN CORDWOOD	24.00	Cd	10.50	252.00	10.50	252.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$9,547.80	BID TOTAL = \$ 11,406.96
				ADVANCE PAYMENT =		\$1,432.17	

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

ANY LISTED SPECIES BIOMASS 235.00 Tons 1.00 235.00

Mixed Species Description:

Northern Hardwoods Woodsrun Cordwood includes: Ash 4%; Basswood 72%; Paper Birch 19%; Red Maple 5%.
Pine Species Woodsrun Mixed Products includes: Jack Pine 1%; Norway Pine 99%.

Mixed Product Description:

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

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:

Sale is located approx. 3/4 of a mile southeast of Pine Bend off of the Pine Bend road
Aspen average 10 inch diameter and 4 sticks
Norway pine average 8 inch diameter and 4 sticks
This will be the 2nd thinning in the norway pine stand
Potential summer access

Price Adjustments:

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

Appraiser:

David Fraundorf

TRACT X8

COUNTY: BELTRAMI

AREA: BEMIDJI AREA

ACRES: 7.3

Permit Number: X015788
Expiration Date: 05/31/2020

Purchased By: Mike & #65533; Paulson
Address: 3440 Adelia Drive SE, Bemidji, MN 56601

SWNE of Section 27 - Township 147, Range 31W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 31	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ PINE SPECIES	WOODSRUN MIXED PRODUCTS	120.00	Cd	23.73	2,847.60	31.09	3,730.80
+ PAPER BIRCH	WOODSRUN CORDWOOD	40.00	Cd	11.90	476.00	15.59	623.60
+ MIXED SPRUCE	WOODSRUN CORDWOOD	20.00	Cd	11.90	238.00	15.59	311.80
+ ASPEN SPECIES	WOODSRUN CORDWOOD	15.00	Cd	25.08	376.20	32.85	492.75
MIXED HARDWOODS	WOODSRUN CORDWOOD	10.00	Cd	12.41	124.10	12.41	124.10
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$4,061.90	BID TOTAL = \$ 5,283.05
				ADVANCE PAYMENT =		\$609.29	

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

ANY LISTED SPECIES BIOMASS 70.00 Tons 1.00 70.00

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 5%; Trembling Aspen 95%.
Mixed Hardwoods Woodsrun Cordwood includes: American Elm 5%; Ash 15%; Basswood 20%; Red Maple 30%; Red Oak 30%.
Mixed Spruce Woodsrun Cordwood includes: Black Spruce 20%; White Spruce 80%.
Pine Species Woodsrun Mixed Products includes: Jack Pine 54%; Norway Pine 45%; White Pine 1%.

Mixed Product Description:

Pine Species Woodsrun Mixed Products includes: Bolts 25%; Pulpwood 60%; Sawtimber 15%.

Cutting and Felling:

- Full tree skidding required.

Season of Operations:

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

Slash Disposal:

- Lop and scatter all pine slash evenly across the harvest area, to within 2 feet of the ground. Tightly pile all other tree species slash on the landing, at least 50 feet away from standing timber.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Sale is located 1.3 miles south of Birchmont Beach Road, along the east side of Mission Road. Norway pine diameter varies throughout the stand. Sale expiration date is May 31st, 2020 due to pine bark beetle presence.

Norway pine: 14" Avg. DBH, 4-7 sticks.
Jack pine: 10" Avg. DBH, 4-5 sticks.
Birch: 7" Avg. DBH, 3 sticks.

Price Adjustments:

Road Construction Costs: +5%

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

Appraiser:

Blair Olson

(Appraisal ID 13361-0; Cutting Block ID 15591-0)

TRACT X9

COUNTY: ITASCA

AREA: BEMIDJI AREA

ACRES: 68.0

Permit Number: X015789
 Expiration Date: 05/31/2021

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

NWSW,SWSW of Section 16; NESE of Section 17; NWNW of Section 21 - Township 148, Range 29W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 20	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TAMARACK	WOODSRUN CORDWOOD	1,300.00	Cd	6.80	8,840.00	8.16	10,608.00
+ MIXED SPRUCE	WOODSRUN CORDWOOD	265.00	Cd	11.90	3,153.50	14.28	3,784.20
+ ASPEN SPECIES	WOODSRUN CORDWOOD	50.00	Cd	25.10	1,255.00	30.12	1,506.00
BALSAM FIR	WOODSRUN CORDWOOD	35.00	Cd	11.90	416.50	11.90	416.50
PAPER BIRCH	WOODSRUN CORDWOOD	10.00	Cd	11.90	119.00	11.90	119.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$13,784.00	BID TOTAL = \$	16,433.70
				ADVANCE PAYMENT =	\$2,067.60		

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 1%; Trembling Aspen 99%.
 Mixed Spruce Woodsrun Cordwood includes: Black Spruce 96%; White Spruce 4%.

Season of Operations:

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

Slash Disposal:

- Lop and scatter slash evenly over the harvest site to within 2 feet of the ground.

Sale Conditions:

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

Marketing Conditions:

6-12 inch dbh tamarack that is 4-7 sticks.

There is one 2 acre area of dead tamarack within the sale. This is the only area of dead tamarack within the sale. Dead tamarack amounts to less than 5% of all tamarack on the sale so there is no decrease in price per cord.

There are 4 small aspen/pine upland areas within the sale boundaries.

Contact Itasca County Land Department to receive options for accessing the sale.

Sale is located 1.5 miles SE from Decker Lake on Decker Lake RD.

40 miles from Bemidji, 60 miles from Grand Rapids, 95 miles from International Falls, and 130 miles from Cloquet.

Price Adjustments:

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

Appraiser:

Joseph D. Blake

TRACT X10

COUNTY: ITASCA

AREA: BEMIDJI AREA

ACRES: 46.0

Permit Number: X015790
 Expiration Date: 05/31/2020

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

NENW,NWSE,SENE,SWNE,SWSE of Section 35 - Township 148, Range 29W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 60	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	750.00	Cd	24.70	18,525.00	39.52	29,640.00
+ BALSAM FIR	WOODSRUN MIXED PRODUCTS	220.00	Cd	12.60	2,772.00	20.16	4,435.20
+ PAPER BIRCH	WOODSRUN MIXED PRODUCTS	125.00	Cd	12.40	1,550.00	19.84	2,480.00
ASH	WOODSRUN MIXED PRODUCTS	50.00	Cd	9.00	450.00	9.00	450.00
WHITE SPRUCE	WOODSRUN MIXED PRODUCTS	10.00	Cd	19.40	194.00	19.40	194.00
BASSWOOD	WOODSRUN CORDWOOD	5.00	Cd	10.20	51.00	10.20	51.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$23,542.00	BID TOTAL = \$	37,250.20
				ADVANCE PAYMENT =	\$3,531.30		

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

ANY LISTED SPECIES BIOMASS 600.00 Tons 1.00 600.00

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%.
 Balsam Fir Woodsrun Mixed Products includes: Bolts 5%; Pulpwood 95%.
 Paper Birch Woodsrun Mixed Products includes: Bolts 10%; Pulpwood 90%.
 White Spruce Woodsrun Mixed Products includes: Bolts 40%; Pulpwood 60%.

Season of Operations:

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

Slash Disposal:

- Lop and scatter slash evenly over the harvest site to within 2 feet of the ground.
 - Biomass harvest is allowed on this permit. An Added Timber Agreement is required.

Sale Conditions:

- Access is across USFS land.

Marketing Conditions:

Aspen averages 9 inch dbh and 5 sticks. Aspen averages 25 cds/acre but the sale includes about 5 acres of 5-8 cds/acre aspen. The sale also includes a few acres that average 35 cds/acre.

Sale is located approximately 1 mile SW of Dixon Lake off of USFS Rd 3121.
 55 miles from Grand Rapids, 45 miles from Bemidji, 90 miles from International Falls, and 120 miles from Cloquet.

Price Adjustments:

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

Operational Constraints: 0%
Other Price Factor: 0%

Appraiser:

Joseph D. Blake

(Appraisal ID 12910-0; Cutting Block ID 14900-0)

TRACT X11

COUNTY: BELTRAMI

AREA: BEMIDJI AREA

ACRES: 18.0

Permit Number: X015791
Expiration Date: 05/31/2021

Purchased By: Kendall E. Owen
Address: 17323 Rice Pond Rd NE, Hines, MN 56647

SENW,SWNW of Section 15; NESE,NWSE of Section 16 - Township 153, Range 30W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 66	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	WOODSRUN MIXED PRODUCTS	275.00	Cd	31.50	8,662.50	52.29	14,379.75
BALSAM FIR	WOODSRUN CORDWOOD	10.00	Cd	11.30	113.00	11.30	113.00
TREMBLING ASPEN	WOODSRUN CORDWOOD	5.00	Cd	23.80	119.00	23.80	119.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$8,894.50	BID TOTAL = \$	14,611.75
				ADVANCE PAYMENT =	\$1,334.18		

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

ANY LISTED SPECIES BIOMASS 120.00 Tons 0.95 114.00

Mixed Product Description:

Norway Pine Woodsrun Mixed Products includes: Bolts 40%; Pulpwood 40%; Sawtimber 20%.

Cutting and Felling:

- Flatten nonmerchantable balsam fir that is in the way of harvesting norway pine.

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:

Stand A is located on Lost River Road approximately .10 miles from the Wild Rice Road and Lost River Road intersection. Stands B & C are located just West of Hwy 72 along the wild rice road.

Norway Pine: 8"-16" 5-10 sticks
Aspen: 12" 6 sticks
Balsam fir 6" 3 sticks

Price reduced 5% due to heavy non-merchantable balsam patches in stand A

Price Adjustments:

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

Appraiser:

Morgan Lea Welter

TRACT X12

COUNTY: BELTRAMI

AREA: BEMIDJI AREA

ACRES: 42.8

Permit Number: X015792
Expiration Date: 05/31/2021

Purchased By:
Address:

UNSOLD

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

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TAMARACK	WOODSRUN CORDWOOD	700.00	Cd	4.30	3,010.00	4.30	3,010.00
TAMARACK	FUELWOOD	42.00	Cd	2.00	84.00	2.00	84.00
BLACK SPRUCE	WOODSRUN CORDWOOD	8.00	Cd	7.40	59.20	7.40	59.20

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL =	\$3,153.20	BID TOTAL = \$	3,153.20
ADVANCE PAYMENT =	<u>\$472.98</u>		

Cutting and Felling:

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

Season of Operations:

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

Landings Roads and Trails:

- Recreation trail may be used as access.
- Permittee must inform the Sale Administrator five days before beginning any operations on the recreation trail, including road freezing activity.

Sale Conditions:

- Access is across state land.
- Access is 1.8 miles west of the Blanchard road along snowmobile trail then 1 mile north.

Marketing Conditions:

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

Price Adjustments:

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

Appraiser:

Christopher A. Gronewold

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 12, 2017

- SUMMARY SHEET -

12/12/2017 INTERMEDIATE AUCTION - SALE #2

COMPLETED - DATA AS OF 12/12/2017

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	50.00	Cd	9.00	450.00
	PAPER BIRCH	125.00	Cd	19.84	2,480.00
	PINE SPECIES	201.00	Cd	29.10	5,849.76
	NORWAY PINE	395.00	Cd	46.03	18,181.35
	WHITE SPRUCE	10.00	Cd	19.40	194.00
	BALSAM FIR	232.00	Cd	19.71	4,572.96
WOODSRUN CORDWOOD	ASPEN SPECIES	935.00	Cd	36.01	33,672.75
	TREMBLING ASPEN	380.00	Cd	29.47	11,200.25
	PAPER BIRCH	120.00	Cd	13.74	1,649.10
	NORTHERN HARDWOODS	74.00	Cd	10.26	759.50
	BASSWOOD	5.00	Cd	10.20	51.00
	BALSAM FIR	45.00	Cd	11.77	529.50
	BLACK SPRUCE	10.00	Cd	10.70	107.00
	TAMARACK	3,050.00	Cd	11.40	34,763.00
	MIXED SPRUCE	285.00	Cd	14.37	4,096.00
	MIXED HARDWOODS	10.00	Cd	12.41	124.10
	BIOMASS	ANY LISTED SPECIES (optional)	1,420.00	Tons	-

TOTAL SOLD TRACTS CONVERTED TO CORDS: 5,927.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 79,349.31
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 118,680.27
TOTAL ACRES SOLD: 267.7
SOLD TRACT NUMBERS: 1, 2, 3, 5, 7, 8, 9, 10, 11
TOTAL NUMBER OF TRACTS SOLD: 9

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 MIXED PRODUCTS	ASH	890.00	Cd	7.81	6,951.00
	BASSWOOD	405.00	Cd	9.50	3,847.50
	OAK SPECIES	130.00	Cd	15.30	1,989.00
WOODSRUN CORDWOOD	ASPEN SPECIES	90.00	Cd	21.30	1,917.00
	TREMBLING ASPEN	320.00	Cd	5.00	1,600.00
	BLACK SPRUCE	8.00	Cd	7.40	59.20
	TAMARACK	700.00	Cd	4.30	3,010.00
	MIXED HARDWOODS	185.00	Cd	10.10	1,868.50
FUELWOOD	TAMARACK	42.00	Cd	2.00	84.00
BIOMASS	ANY LISTED SPECIES (optional)	560.00	Tons	0.80	448.00

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 2,770.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 21,326.20
TOTAL ACRES UNSOLD: 138.7
UNSOLD TRACT NUMBERS: 4, 6, 12
TOTAL NUMBER OF TRACTS UNSOLD: 3