



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY

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

STATUS: COMPLETED
INTERMEDIATE AUCTION - SALE #2
ORAL BID

Notice is hereby given that I offered for sale at public auction in Big Fork, MN at 9:30 AM on Friday, June 1, 2018, timber belonging to the State of Minnesota. All tracts were offered at the Big Fork Town Hall in Big Fork, 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
DEER RIVER AREA

9:30 AM on June 1, 2018
Big Fork Town Hall in Big Fork, 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 June 1, 2019, at the following Area Headquarters: Deer River Area. Beginning 30 days after the auction date, an unsold intermediate auction tract may be purchased by any registered responsible bidder, i.e., purchase is no longer limited to businesses with 30 or fewer employees.

TRACT X1 COUNTY: ITASCA AREA: DEER RIVER AREA ACRES: 1.6

Permit Number: X015997
Expiration Date: 05/31/2021

Purchased By: Rajala Timber Company
Address: PO Box 217, Deer River, MN 56636

GL01 of Section 16 - Township 54, Range 23W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 46	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	WOODSRUN MIXED PRODUCTS	105.00	Cd	33.70	3,538.50	49.20	5,166.00
MIXED HARDWOODS	WOODSRUN CORDWOOD	11.00	Cd	26.45	290.95	26.45	290.95
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$3,829.45	BID TOTAL = \$	5,456.95
				ADVANCE PAYMENT =	\$574.42		

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

ANY LISTED SPECIES BIOMASS 54.00 Tons 1.00 54.00

Mixed Species Description:

Mixed Hardwoods Woodsrun Cordwood includes: Paper Birch 9%; Trembling Aspen 91%.

Mixed Product Description:

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

Cutting and Felling:

- Harvest all aspen, paper birch and un-marked Norway pine.

Season of Operations:

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

Sale Conditions:

- Access is across State land.

Marketing Conditions:

Sale is a final harvest of a small Norway pine plantation.

Norway pine averages 8-10" DBH and 4-6 sticks.

Aspen averages 8-10" DBH and 5-7 sticks.

Very likely chance for summer harvest.

Price Adjustments:

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

Appraiser:

Joshua Matthew Tomlin

TRACT X2

COUNTY: ITASCA

AREA: DEER RIVER AREA

ACRES: 41.6

Permit Number: X015998
Expiration Date: 05/31/2021

Purchased By: Newberg Forest Products Inc.
Address: 35359 State Hwy 6, Deer River, MN 55636

NENE,NWSE,SESE,SESW,SWSE,SWSW of Section 25 - Township 60, Range 24W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 75	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ BLACK SPRUCE	PULPWOOD	775.00	Cd	14.45	11,198.75	25.29	19,599.75
+ TREMBLING ASPEN	PULPWOOD	120.00	Cd	20.40	2,448.00	35.70	4,284.00
BALSAM FIR	PULPWOOD	80.00	Cd	12.75	1,020.00	12.75	1,020.00
TAMARACK	PULPWOOD	55.00	Cd	6.80	374.00	6.80	374.00
PAPER BIRCH	PULPWOOD	15.00	Cd	11.05	165.75	11.05	165.75
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$15,206.50	BID TOTAL = \$ 25,443.50
				ADVANCE PAYMENT =		\$2,280.98	

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

ANY LISTED SPECIES BIOMASS 555.00 Tons 0.85 471.75

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, 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:

Sale is located 2.5 miles down the Wasson SFR. Stand 364 is best accessed from County Road 310.

Price lowered 15% due to disjointed blocks and multiple entry points.

Price Adjustments:

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

Appraiser:

Thomas R. Heffernan

TRACT X3

COUNTY: ITASCA

AREA: DEER RIVER AREA

ACRES: 49.1

Permit Number: X015999
Expiration Date: 05/31/2021

Purchased By: Boreen Harvesting
Address: 26934 Segersten Rd. NE, Blackduck, MN 56630

NESW,SESW,SWSE,SWSW of Section 16 - Township 60, Range 25W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 110	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ JACK PINE	PULP & BOLTS	190.00	Cd	10.45	1,985.50	21.95	4,170.50
+ NORWAY PINE	PULP & BOLTS	170.00	Cd	15.04	2,556.80	31.58	5,368.60
+ TREMBLING ASPEN	PULPWOOD	125.00	Cd	20.33	2,541.25	42.69	5,336.25
BALSAM FIR	PULPWOOD	60.00	Cd	12.75	765.00	12.75	765.00
WHITE SPRUCE	PULP & BOLTS	15.00	Cd	18.19	272.85	18.19	272.85
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$8,121.40	BID TOTAL = \$ 15,913.20
				ADVANCE PAYMENT =		\$1,218.21	

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

ANY LISTED SPECIES BIOMASS 285.00 Tons 1.00 285.00

Mixed Product Description:

Jack Pine Pulp & Bolts includes: Bolts 15%; Pulpwood 85%.
Norway Pine Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.
White Spruce Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

Season of Operations:

- Conduct all sale operations on frozen, dry soil conditions only, except with written permission from State.
 - For all pine thinnings, the Timber Sale Administrator (TSA) has authority to delay the start-up of operations or halt all operations until unacceptable damage due to bark slippage and soil conditions conducive to root damage are mitigated, or the risk of bark beetle infestations are reduced.
- For pine thinning operations from August 1 to March 10th, or the onset of spring road restrictions, all cut pine products and all pine slash >3 inches in diameter must be hauled from the pine sale area or destroyed (debarked, chipped, or burned) before spring road restrictions are implemented.
- For pine thinning operations from March 11th to July 31st, all cut pine products and all pine slash >3 inches in diameter must be hauled from the pine sale area or destroyed (debarked, chipped, or burned) within 3 weeks of their creation.

Sale Conditions:

- Access is across State land.

Marketing Conditions:

Good summer access off Co Rd 7 (scenic hwy).
Price adjusted due to wildlife thinning specifications.

Price Adjustments:

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

Appraiser:

Michael Shearen

TRACT X4

COUNTY: ITASCA

AREA: DEER RIVER AREA

ACRES: 49.4

Permit Number: X016000
Expiration Date: 05/31/2021

Purchased By: Haley Logging Company
Address: 60697 State Hwy 38, Bigfork, MN 56628

GL06, GL11, GL14, GL16, NESE of Section 3 - Township 60, Range 25W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TREMBLING ASPEN	PULPWOOD	1,150.00	Cd	25.20	28,980.00	25.20	28,980.00
BALSAM FIR	PULPWOOD	85.00	Cd	15.75	1,338.75	15.75	1,338.75
PAPER BIRCH	PULP & BOLTS	20.00	Cd	14.75	295.00	14.75	295.00
ASH	PULPWOOD	10.00	Cd	10.50	105.00	10.50	105.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$30,718.75	BID TOTAL = \$	30,718.75
				ADVANCE PAYMENT =	\$4,607.81		

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

ANY LISTED SPECIES BIOMASS 586.00 Tons 1.00 586.00

Mixed Product Description:

Paper Birch Pulp & Bolts includes: Bolts 15%; Pulpwood 85%.

Season of Operations:

- Conduct all sale operations on frozen/dry 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:

(N/A)

Price Adjustments:

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

Appraiser:

Michael Shearen

TRACT X5

COUNTY: ITASCA

AREA: DEER RIVER AREA

ACRES: 69.4

Permit Number: X016001
Expiration Date: 05/31/2021

Purchased By: Scheff Logging & Trucking Inc.
Address: 48985 State Hwy 38, Marcell, MN 56657

NESE,SESE of Section 19; SWSW of Section 20; NENW,NWNE,NWNW of Section 29 - Township 60, Range 25W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 61	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	2,150.00	Cd	28.70	61,705.00	46.21	99,351.50
PAPER BIRCH	PULPWOOD	90.00	Cd	13.00	1,170.00	13.00	1,170.00
BALSAM FIR	PULPWOOD	80.00	Cd	15.00	1,200.00	15.00	1,200.00
WHITE SPRUCE	PULP & BOLTS	25.00	Cd	22.00	550.00	22.00	550.00

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$64,625.00 BID TOTAL = \$ 102,271.50
ADVANCE PAYMENT = \$9,693.75

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

ANY LISTED SPECIES BIOMASS 1,050.00 Tons 1.00 1,050.00

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 2%; Largetooth Aspen 48%; Trembling Aspen 50%.

Mixed Product Description:

White Spruce Pulp & Bolts includes: Bolts 25%; Pulpwood 75%.

Season of Operations:

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

Sale Conditions:

- Permission to cross county land must be obtained by permittee.
- Best access to cutting area in section 20 is across county land.

Marketing Conditions:

(N/A)

Price Adjustments:

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

Appraiser:

Steven A. Moberg

TRACT X6

COUNTY: ITASCA

AREA: DEER RIVER AREA

ACRES: 135.2

Permit Number: X016002
Expiration Date: 05/31/2021

Purchased By: Greg Cook Logging Inc.
Address: 35367 Cty Rd 237, Bigfork, MN 56628

SESW,SWSW of Section 8; NENW,NESE,NESW,NWSE,NWSW,SENE,SENW,SESE,SESW,SWSE of Section 17 - Township 60, Range 25W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 76	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	2,935.00	Cd	22.50	66,037.50	39.60	116,226.00
+ BID SPECIES	* SOLD ON APPRAISED VOLUME						
				APPRAISED TOTAL =	\$66,037.50	BID TOTAL = \$	116,226.00
				ADVANCE PAYMENT =	\$9,905.63		

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

ANY LISTED SPECIES BIOMASS 1,320.00 Tons 0.95 1,254.00

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 8%; Largetooth Aspen 3%; Trembling Aspen 89%.

Season of Operations:

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

Sale Conditions:

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

Marketing Conditions:

Sale is located on the Marie Lake Road.
Harvest prescription lends itself to a cut to length operation, but is not required.

Price Adjustments:

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

Appraiser:

Garrett Mann

TRACT X7

COUNTY: ITASCA

AREA: DEER RIVER AREA

ACRES: 37.5

Permit Number: X016003
Expiration Date: 05/31/2021

Purchased By: Scheff Logging & Trucking Inc.
Address: 48985 State Hwy 38, Marcell, MN 56657

GL01, GL03, GL04, NESE, SWNE of Section 30 - Township 60, Range 25W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 76	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TREMBLING ASPEN	PULPWOOD	1,055.00	Cd	26.40	27,852.00	46.46	49,015.30
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$27,852.00	BID TOTAL = \$ 49,015.30
				ADVANCE PAYMENT =		\$4,177.80	

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

ANY LISTED SPECIES	BIOMASS	475.00	Tons	1.10	522.50
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Season of Operations:

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

Sale Conditions:

- Access is across State land.

Marketing Conditions:

Sale is located at the end of the Cameron Lake SFR.

Price Adjustments:

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

Appraiser:

Garrett Mann

(Appraisal ID 13820-0; Cutting Block ID 16200-0)

TRACT X8

COUNTY: ITASCA

AREA: DEER RIVER AREA

ACRES: 19.0

Permit Number: X016004
Expiration Date: 05/31/2021

Purchased By: Randy J. Erickson
Address: 45782 State Hwy 6, Deer River, MN 56636

GL04 of Section 2 - Township 147, Range 25W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 65	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASH	WOODSRUN MIXED PRODUCTS	152.00	Cd	11.20	1,702.40	18.48	2,808.96
+ ASPEN SPECIES	WOODSRUN CORDWOOD	136.00	Cd	21.60	2,937.60	35.64	4,847.04
+ BALSAM FIR	WOODSRUN CORDWOOD	45.00	Cd	13.50	607.50	22.28	1,002.60
+ PAPER BIRCH	WOODSRUN MIXED PRODUCTS	34.00	Cd	13.59	462.06	22.42	762.28
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$5,709.56	BID TOTAL = \$ 9,420.88
				ADVANCE PAYMENT =		\$856.43	

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

ANY LISTED SPECIES BIOMASS 248.00 Tons 1.00 248.00

Mixed Species Description:

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

Mixed Product Description:

Ash Woodsrun Mixed Products includes: Bolts 35%; Pulpwood 65%.
Paper Birch Woodsrun Mixed Products includes: Bolts 30%; Pulpwood 70%.

Cutting and Felling:

- Harvest un-marked aspen, balsam fir, ash and paper birch.

Season of Operations:

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

Sale Conditions:

- Permission to cross county and USFS land must be obtained by permittee.

Marketing Conditions:

Aspen species averages 9-13" DBH and 5-7 sticks.
Ash averages 8-12" DBH and 4-5 sticks.
Birch averages 10-12" DBH and 4-5 sticks.
Balsam averages 7-9" DBH and 4-5 sticks.

Sale is adjacent to the public access on Jessie Lake. The best access to the sale is using an old railroad grade that heads northwest from the public access parking lot, it will require road work. Half of the stand is summer operable if access is granted through private or USFS, the other half of the stand is operable under frozen conditions only.

Price Adjustments:

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

Appraiser:

Joshua Matthew Tomlin

(Appraisal ID 13837-0; Cutting Block ID 15827-0)

TRACT X9

COUNTY: ITASCA

AREA: DEER RIVER AREA

ACRES: 182.4

Permit Number: X016005
Expiration Date: 05/31/2021

Purchased By:
Address:

UNSOLD

NENE,NENW,NWNE,SENE,SWNE of Section 28; SWSW of Section 22; NESW,NWNW,SENW,SWNW of Section 27 - Township 147, Range 26W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID:	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TAMARACK	PULP & BOLTS	2,000.00	Cd	8.74	17,480.00	8.74	17,480.00
+ ASPEN SPECIES	PULPWOOD	400.00	Cd	23.60	9,440.00	23.60	9,440.00
+ BLACK SPRUCE	PULPWOOD	200.00	Cd	16.15	3,230.00	16.15	3,230.00
NORTHERN HARDWOODS	PULP & BOLTS	75.00	Cd	13.96	1,047.00	13.96	1,047.00

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL =	\$31,197.00	BID TOTAL = \$	31,197.00
ADVANCE PAYMENT =	<u>\$4,679.55</u>		

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

ANY LISTED SPECIES	BIOMASS	814.00	Tons	1.00	814.00
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Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 10%; Trembling Aspen 90%.
Northern Hardwoods Pulp & Bolts includes: Ash 50%; Basswood 25%; Paper Birch 25%.

Mixed Product Description:

Northern Hardwoods Pulp & Bolts includes: Bolts 55%; Pulpwood 45%.
Tamarack Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.

Season of Operations:

- Conduct sale operations in Tamarack on frozen soil conditions only, except with written permission from State.
- Aspen areas have very-dry summer chance. Operate during non-rutting soil conditions.

Sale Conditions:

- Access is across USFS land.

Marketing Conditions:

Stand density price discount only on tamarack/spruce block.

Price Adjustments:

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

Appraiser:

John J. Segari

TRACT X10

COUNTY: ITASCA

AREA: DEER RIVER AREA

ACRES: 12.0

Permit Number: X016006
Expiration Date: 05/31/2021

Purchased By: Scheff Logging & Trucking Inc.
Address: 48985 State Hwy 38, Marcell, MN 56657

SESE,SWSE of Section 26 - Township 148, Range 25W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 80	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TREMBLING ASPEN	PULPWOOD	230.00	Cd	24.00	5,520.00	43.20	9,936.00
+ ASH	PULPWOOD	70.00	Cd	10.00	700.00	18.00	1,260.00
+ BALSAM FIR	PULPWOOD	15.00	Cd	15.00	225.00	27.00	405.00
+ PAPER BIRCH	PULPWOOD	5.00	Cd	13.00	65.00	23.40	117.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$6,510.00	BID TOTAL = \$	11,718.00
				ADVANCE PAYMENT =	\$976.50		

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

ANY LISTED SPECIES BIOMASS 155.00 Tons 1.00 155.00

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:

(N/A)

Price Adjustments:

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

Appraiser:

Joshua M. Donatell

TRACT X11

COUNTY: ITASCA

AREA: DEER RIVER AREA

ACRES: 14.0

Permit Number: X016007
Expiration Date: 05/31/2021

Purchased By: Rajala Timber Company
Address: PO Box 217, Deer River, MN 56636

NENE of Section 20; GL02, GL03 of Section 16 - Township 148, Range 25W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 5	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	39.00	MBF	112.50	4,387.50	118.13	4,607.07
+ BALSAM FIR	WOODSRUN CORDWOOD	25.00	Cd	11.25	281.25	11.81	295.25
MIXED HARDWOODS	WOODSRUN CORDWOOD	10.00	Cd	9.45	94.50	9.45	94.50
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$4,763.25	BID TOTAL = \$	4,996.82
				ADVANCE PAYMENT =	\$714.49		

Mixed Species Description:

Mixed Hardwoods Woodsrun Cordwood includes: Paper Birch 30%; Red Maple 30%; Red Oak 10%; Trembling Aspen 30%.

Mixed Product Description:

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Pulpwood 33%; Sawtimber 67%.

Season of Operations:

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

Sale Conditions:

- Access is across USFS and State land.
- Permission to cross Private 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:

Red Pine sawtimber is 10-22" DBH and 1-4 logs in height.

Price Adjustments:

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

Appraiser:

Daniel D. Hertle

TRACT X12

COUNTY: ITASCA

AREA: DEER RIVER AREA

ACRES: 49.3

Permit Number: X016008
Expiration Date: 05/31/2021

Purchased By: Michael H. Rieger
Address: 61559 Co. Road 26, Northome, MN 56661

NWSE,SESE,SWNE of Section 28 - Township 150, Range 27W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TREMBLING ASPEN	PULPWOOD	215.00	Cd	19.20	4,128.00	19.20	4,128.00
+ SUGAR MAPLE	PULPWOOD	190.00	Cd	10.40	1,976.00	10.40	1,976.00
+ BASSWOOD	PULP & BOLTS	155.00	Cd	8.32	1,289.60	8.32	1,289.60
ASH	PULP & BOLTS	25.00	Cd	9.68	242.00	9.68	242.00
PAPER BIRCH	PULP & BOLTS	20.00	Cd	10.96	219.20	10.96	219.20
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$7,854.80	BID TOTAL = \$ 7,854.80
				ADVANCE PAYMENT =		\$1,178.22	

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.
Basswood Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.
Paper Birch Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

Cutting and Felling:

- Harvest unmarked aspen and the following species marked with yellow paint: basswood, sugar maple, paper birch and black ash.
- Reserve red oak, bur oak, orange painted aspen and the following unmarked species: basswood, sugar maple, paper birch and black ash.

Season of Operations:

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

Slash Disposal:

- Biomass harvest is not allowed on this permit.

Sale Conditions:

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

Marketing Conditions:

Best access is across private land, permittee must secure access. Access across State will require navigating steeper slopes.
Sale contains steep slopes to operate on.

Price Adjustments:

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

Appraiser:

Wesley D. Belanger

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

DEER RIVER AREA

The right is reserved to reject any and all bids.

For the Commissioner
MINNESOTA DEPARTMENT OF NATURAL RESOURCES

By: _____
Authorized Signature
Division Of Forestry
Dated: June 1, 2018

- SUMMARY SHEET -

06/01/2018 INTERMEDIATE AUCTION - SALE #2

COMPLETED - DATA AS OF 06/01/2018

DEER RIVER AREA

SUMMARY FOR SOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	ASH	25.00	Cd	9.68	242.00
	PAPER BIRCH	40.00	Cd	12.86	514.20
	BASSWOOD	155.00	Cd	8.32	1,289.60
	NORWAY PINE	170.00	Cd	31.58	5,368.60
	JACK PINE	190.00	Cd	21.95	4,170.50
	WHITE SPRUCE	40.00	Cd	20.57	822.85
WOODSRUN MIXED PRODUCTS	ASH	152.00	Cd	18.48	2,808.96
	PAPER BIRCH	34.00	Cd	22.42	762.28
	NORWAY PINE	105.00	Cd	49.20	5,166.00
WOODSRUN CORDWOOD	ASPEN SPECIES	136.00	Cd	35.64	4,847.04
	BALSAM FIR	70.00	Cd	18.54	1,297.85
	MIXED HARDWOODS	21.00	Cd	18.35	385.45
PULPWOOD	ASH	80.00	Cd	17.06	1,365.00
	ASPEN SPECIES	5,085.00	Cd	42.39	215,577.50
	TREMBLING ASPEN	2,895.00	Cd	35.12	101,679.55
	PAPER BIRCH	110.00	Cd	13.21	1,452.75
	SUGAR MAPLE	190.00	Cd	10.40	1,976.00
	BALSAM FIR	320.00	Cd	14.78	4,728.75
	BLACK SPRUCE	775.00	Cd	25.29	19,599.75
	TAMARACK	55.00	Cd	6.80	374.00
BIOMASS	ANY LISTED SPECIES (optional)	4,728.00	Tons	-	0.00
WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	NORWAY PINE	39.00	MBF	118.13	4,607.07

TOTAL SOLD TRACTS CONVERTED TO CORDS: 10,726.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 241,228.21
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 379,035.70
TOTAL ACRES SOLD: 478.1
SOLD TRACT NUMBERS: 1, 2, 3, 4, 5, 6, 7, 8, 10, 11, 12
TOTAL NUMBER OF TRACTS SOLD: 11

SUMMARY FOR UNSOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
PULP & BOLTS	NORTHERN HARDWOODS	75.00	Cd	13.96	1,047.00
	TAMARACK	2,000.00	Cd	8.74	17,480.00
PULPWOOD	ASPEN SPECIES	400.00	Cd	23.60	9,440.00
	BLACK SPRUCE	200.00	Cd	16.15	3,230.00
BIOMASS	ANY LISTED SPECIES (optional)	814.00	Tons	1.00	814.00

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 2,675.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 31,197.00
TOTAL ACRES UNSOLD: 182.4
UNSOLD TRACT NUMBER: 9
TOTAL NUMBER OF TRACTS UNSOLD: 1