



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY

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

STATUS: COMPLETED
INTERMEDIATE AUCTION - SALE #2
ORAL BID

Notice is hereby given that I offered for sale at public auction in Baudette, MN at 10:00 AM on Tuesday, June 5, 2018, timber belonging to the State of Minnesota. All tracts were offered at the Baudette Area Forestry Office in Baudette, MN.

All of the timber offered was SFI and FSC certified.

The following pages list the lands upon which the timber was located, the estimated quantities of timber offered, the appraised prices, and the bid prices.



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
BAUDETTE AREA

10:00 AM on June 5, 2018
Baudette Area Forestry Office in Baudette, MN

TERMS OF SALE

- This auction sale will be held according to Minnesota Statutes Sections 90.101 and 90.14. Timber shall be offered and sold by the same unit of measure as it was appraised. Sale shall be made to whoever bids the highest price for all timber species advertised for bidding on each tract. Bidding over the appraised price shall be by increments of one (1) percent or more. The percent bid up will be added to the appraised price of each species indicated as a bid species by a plus symbol (+) on the Notice of Sale. Any or all bids may be rejected and sales canceled for good and sufficient reasons.

REGISTRATION AND ELIGIBLE BIDDERS

- Interested persons must be registered at least four (4) business days prior to the auction by submitting an *Annual Timber Sales Purchaser Registration* form. No bid will be accepted from anyone having a delinquent timber sale account or trespass account or a willful timber trespass with any public agency in Minnesota, or from anyone who does not qualify as a Responsible Bidder as defined in Minnesota Statutes § 90.01 (12), or from anyone who has been debarred for cause by any public agency [M.S. § 90.041 (11)]. Purchase is limited to registered persons or companies with 30 or fewer employees. No bidder may purchase more than twenty-five (25) percent of the tracts offered on the first round of bidding. Purchases or attempts to purchase tracts beyond the twenty-five (25) percent limit will result in the forfeiture of the down payment and loss of the tract.

DOWN PAYMENT

- Purchasers of timber must pay a down payment of fifteen (15) percent of the appraised value of the timber at the time the purchaser's bid is approved. The down payment will be kept on deposit by the State and applied against any billings for timber. The purchaser may elect to have the down payment refunded if they post security for one hundred (100) percent of the bid price of the timber (see Security Required). If the purchaser does not sign the permit document within 45 days of sale, the down payment will forfeit to the State. A permit signature extension of 10 business days may be granted, provided the purchaser pays a \$200 penalty.

BID GUARANTEE

- For any bid increase in excess of \$10,000 of the appraised price, a bid guarantee equal to fifteen (15) percent of the total bid price of the timber less the down payment amount is required at the time the permit is signed. If the bid guarantee is not submitted with the signed permit, the permit cancels, and the down payment forfeits to the State. If the permit holder fails to execute an effective permit, the bid guarantee payment forfeits to the State.

PURCHASER AND LOGGER QUALIFICATIONS AND OPERATIONS REQUIREMENTS

- The purchaser or the purchaser's agents, employees, subcontractors, and assigns conducting logging operations on a timber permit must comply with the general industry safety standards for logging (e.g., LogSafe) adopted by the Commissioner of Labor and Industry and provide proof of compliance with these standards. The purchaser or the purchaser's agents, employees, subcontractors, and assigns conducting logging operations on a timber permit must comply with the State of Minnesota mandatory insurance requirements before harvest operations begin. A *Certification of Compliance with the Minnesota Workers' Compensation Law* form must be submitted each year. Before the start of harvest operations, the purchaser must certify that a designated foreperson, who will be supervising active logging operations, has a current certificate of completion from a logger education program (e.g., MLEP or FISTA) approved by the Commissioner of Natural Resources.

SECURITY REQUIRED

- The purchaser must furnish security equal to the total bid value of the permit, LESS the amount paid as a down payment and bid guarantee. Security can be furnished in the following forms: Corporate surety bond, Letter of Credit, certified check, cashier's check, personal check, money order, or by signing a Cutting Block Payment Agreement for individual cutting blocks, at least one business day prior to the start of any permit operations. If the purchaser elects to receive a refund of the down payment and bid guarantee, they must furnish security in a form described above, for one hundred (100) percent of the total bid value of the timber purchased. If the deferred cash payment for cutting blocks is selected, the down payment and bid guarantee WILL NOT be refunded. If the purchaser elects to secure a permit by prepayment of cutting block(s), they must make a written request on a form provided by the state. No harvesting is permitted until proper security has been furnished to and approved by the Commissioner of Natural Resources or his agent.

PERMIT TERMS

- A permit to harvest and remove the timber from state lands will be issued to the purchaser. NO permit shall be issued to anyone other than the purchaser in whose name the bid was made. All timber purchased on the permit must be harvested prior to the permit expiration date. All permits provide for the continuous identification of timber from the time of cutting until delivery to the consumer. Failure to continuously identify the timber as specified in the permit shall constitute trespass. Also, please note all harvest specifications on each tract being sold. Only one Regular Extension is permitted for exceptional circumstances. An annual interest rate of 5 percent may be charged on a regular extension for the period of the extension.

UNSOLD TRACTS

- On the next regular business day (8:00 AM - 4:30 PM, Monday - Friday, except holidays) after the date of the auction sale, unsold tracts may be available for over-the-counter purchase at the appraised price for a period of no more than one year. Unless canceled for reoffer at an earlier date, unsold tracts will be available until June 5, 2019, at the following Area Headquarters: Baudette Area. Beginning 30 days after the auction date, an unsold intermediate auction tract may be purchased by any registered responsible bidder, i.e., purchase is no longer limited to businesses with 30 or fewer employees.

TRACT X1

COUNTY: KOOCHICHING

AREA: BAUDETTE AREA

ACRES: 45.0

Permit Number: X016038
Expiration Date: 05/31/2021

Purchased By: Mai-Best Logging Inc.
Address: 8464 Hwy. 11, Birchdale, MN 56629

SWSW of Section 17; SENE,SWNE of Section 20; SESE of Section 18; GL04,NWSW,SWSW of Section 21 - Township 157, Range 27W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	460.00	Cd	19.90	9,154.00	19.90	9,154.00
+ BLACK SPRUCE	PULP & BOLTS	300.00	Cd	20.35	6,105.00	20.35	6,105.00
+ PAPER BIRCH	PULP & BOLTS	248.00	Cd	13.00	3,224.00	13.00	3,224.00
WHITE CEDAR	PULPWOOD	160.00	Cd	5.70	912.00	5.70	912.00
+ BALSAM FIR	PULPWOOD	150.00	Cd	14.25	2,137.50	14.25	2,137.50
ASH	PULPWOOD	100.00	Cd	9.50	950.00	9.50	950.00
TAMARACK	FUELWOOD	35.00	Cd	2.50	87.50	2.50	87.50

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$22,570.00 BID TOTAL = \$ 22,570.00
ADVANCE PAYMENT = \$3,385.50

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

ANY LISTED SPECIES BIOMASS 562.00 Tons 1.00 562.00

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 76%; Trembling Aspen 24%.

Mixed Product Description:

Black Spruce Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.
Paper Birch Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

Cutting and Felling:

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

Season of Operations:

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

Sale Conditions:

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

Marketing Conditions:

Distance to nearest mill

48.2 miles from sale site off of Fiero forest road, going west on Hwy 101 then Hwy 11 to PCA in International Falls.

127 miles to Blandin using Fiero/Tomey forest roads to Hwy 73 through Northhome and Hwy 46 into Deer River

112 miles to Blandin using Feiro/Tomey forest roads to big Falls and through Bowstring

137 miles to Blandin using Indian Pines onto Hwy 72 and Hwy 46 to Deer River

118 miles to Potlatch Deltic in Bemidji using Indian Pines and Hwy 72 down to Bemidji

Price Adjustments:

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

Operational Constraints: 0%

Other Price Factor: 0%

Appraiser:

Ethan Erdmann

(Appraisal ID 13928-0; Cutting Block ID 16178-0)

TRACT X2

COUNTY: KOOCHICHING

AREA: BAUDETTE AREA

ACRES: 106.6

Permit Number: X016039
Expiration Date: 05/31/2021

Purchased By: Hasbargen Logging Inc.
Address: 1580 Twn Rd 117, Birchdale, MN 56623

GL01, GL02, GL05, GL06, GL07, GL08, NWNW, NWSW, SWNW of Section 10 - Township 157, Range 27W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 50	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	1,320.00	Cd	21.42	28,274.40	32.13	42,411.60
+ BLACK SPRUCE	PULP & BOLTS	700.00	Cd	18.54	12,978.00	27.81	19,467.00
+ ASH	PULPWOOD	390.00	Cd	9.00	3,510.00	13.50	5,265.00
+ BALSAM FIR	PULPWOOD	210.00	Cd	13.50	2,835.00	20.25	4,252.50
PAPER BIRCH	PULPWOOD	135.00	Cd	11.70	1,579.50	11.70	1,579.50
WHITE SPRUCE	PULP & BOLTS	72.00	Cd	19.08	1,373.76	19.08	1,373.76
TAMARACK	PULPWOOD	65.00	Cd	7.90	513.50	7.90	513.50
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$51,064.16	BID TOTAL = \$ 74,862.86
				ADVANCE PAYMENT =		\$7,659.62	

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

ANY LISTED SPECIES	BIOMASS	2,000.00	Tons	1.00	2,000.00
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Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 5%; Trembling Aspen 95%.

Mixed Product Description:

Black Spruce Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.
White Spruce Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

Cutting and Felling:

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

Season of Operations:

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

Sale Conditions:

- Access is across state land.
- Notice to begin harvest must be given at least five working days prior to the date of operations due to recreation trail.

Marketing Conditions:

Sale is located approximately 2 miles south of Black River Road (3 miles west of Sandsmark Trail). Access is off snowmobile trail and forest trails. Tributary of Black River splits this stand into the west and east areas. Both areas are accessible without crossing the river.

Price Adjustments:

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

Appraiser:

Karen Lynn Cladas

TRACT X3

COUNTY: LAKE OF THE WOODS

AREA: BAUDETTE AREA

ACRES: 112.0

Permit Number: X016040
Expiration Date: 05/31/2021

Purchased By: Whitefish Creek Ent. Inc.

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

NENE,NENW,NESE,NESW,NWNE,NWSE,SENE,SENW,SWNE,SWSE of Section 11 - Township 157, Range 30W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TREMBLING ASPEN	PULPWOOD	2,625.00	Cd	21.84	57,330.00	21.84	57,330.00
BALM OF GILEAD	PULPWOOD	75.00	Cd	18.20	1,365.00	18.20	1,365.00
PAPER BIRCH	PULPWOOD	75.00	Cd	11.83	887.25	11.83	887.25
ASH	PULP & BOLTS	30.00	Cd	11.01	330.30	11.01	330.30

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL =	\$59,912.55	BID TOTAL = \$	59,912.55
ADVANCE PAYMENT =	\$8,986.88		

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

ANY LISTED SPECIES	BIOMASS	1,280.00 Tons	1.00	1,280.00
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Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

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:

Haul Distance to Nearest Mill:

88 miles to PCA in Int'l Falls via Hwy 72 and then Hwy 11
 101 miles to Potlatch in Bemidji via Hwy 72
 119 miles to Blandin in Grand Rapids via Hwy 72 through Squaw Lake

Distance from Baudette: 24.5 miles

Price Adjustments:

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

Appraiser:

Ethan Erdmann

TRACT X4

COUNTY: LAKE OF THE WOODS

AREA: BAUDETTE AREA

ACRES: 72.0

Permit Number: X016041
Expiration Date: 05/31/2021

Purchased By:
Address:

UNSOLD

NWNW, SENW, SWNE, SWNW of Section 26; NENE, NENW, NWNE, SENE, SWNE of Section 27; SESE of Section 21; SWSW of Section 22 - Township 157, Range 30W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID:	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	495.00	Cd	20.05	9,924.75	20.05	9,924.75
+ TAMARACK	PULPWOOD	460.00	Cd	6.80	3,128.00	6.80	3,128.00
+ MIXED SPRUCE	PULP & BOLTS	100.00	Cd	19.31	1,931.00	19.31	1,931.00
ASH	PULP & BOLTS	40.00	Cd	9.70	388.00	9.70	388.00
BALSAM FIR	PULPWOOD	30.00	Cd	12.75	382.50	12.75	382.50
PAPER BIRCH	PULPWOOD	20.00	Cd	11.05	221.00	11.05	221.00

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL =	\$15,975.25	BID TOTAL = \$	15,975.25
ADVANCE PAYMENT =	\$2,396.29		

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

ANY LISTED SPECIES	BIOMASS	466.00 Tons	1.00	466.00
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Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 10%; Trembling Aspen 90%.
Mixed Spruce Pulp & Bolts includes: Black Spruce 10%; White Spruce 90%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.
Mixed Spruce Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Access is approximately 2.8 miles east off the side of state hwy 72 then 122 miles of paved road to International Falls, MN.
The tamarack is approximately 25% dead.

Price Adjustments:

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

Appraiser:

Kevin G. Dorow

TRACT X5

COUNTY: LAKE OF THE WOODS

AREA: BAUDETTE AREA

ACRES: 136.0

Permit Number: X016042
Expiration Date: 05/31/2021

Purchased By:
Address:

UNSOLD

NWSW,SWNW of Section 35; NENE,NENW,NESW,NWNE,NWNW,NWSW,SENE,SENW,SWNE,SWNW of Section 34 - Township 157, Range 34W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TAMARACK	PULPWOOD	1,425.00	Cd	2.50	3,562.50	2.50	3,562.50
+ ASPEN SPECIES	PULPWOOD	295.00	Cd	21.40	6,313.00	21.40	6,313.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$9,875.50	BID TOTAL = \$ 9,875.50
				ADVANCE PAYMENT =		<u>\$1,481.33</u>	

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 5%; Trembling Aspen 95%.

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 1/4 mile of new trail, 1 3/4 miles of existing trail, 23 miles of forest road and 7 miles of paved road to Williams, MN or 86 paved miles to International Falls, MN.

The tamarack is approximately 95% dead.

Price Adjustments:

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

Appraiser:

Kevin G. Dorow

TRACT X6

COUNTY: KOOCHICHING

AREA: BAUDETTE AREA

ACRES: 144.0

Permit Number: X016043
Expiration Date: 05/31/2021

Purchased By: Hasbargen Logging Inc.
Address: 1580 Twn Rd 117, Birchdale, MN 56623

NENE,NWNE,SENE of Section 34; NESE of Section 28; NESW,NWSE,NWSW,SENE,SESE,SWSE of Section 27 - Township 158, Range 28W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TAMARACK	PULPWOOD	2,200.00	Cd	5.95	13,090.00	5.95	13,090.00
+ BLACK SPRUCE	PULP & BOLTS	450.00	Cd	20.88	9,396.00	20.88	9,396.00
WHITE CEDAR	PULPWOOD	150.00	Cd	5.40	810.00	5.40	810.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$23,296.00	BID TOTAL = \$	23,296.00
				ADVANCE PAYMENT =	\$3,494.40		

Mixed Product Description:

Black Spruce Pulp & Bolts includes: Bolts 35%; Pulpwood 65%.

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

Marketing Conditions:

Haul Distance to Nearest Mill:

- 44 miles to PCA in Intl' Falls via Hwy 101 and Hwy 11
- 114 miles to Potlatch in Bemidji via Indian Pines and Hwy 72 through Blackduck
- 140 miles to Blandin in Grand Rapids via Hwy 101 and down through Bowstring

Distance from Baudette:

- 38.2 miles via Indian Pines and Hwy 72
- 44 miles via Sandsmark and Hwy 11

Tamarack at time of appraisal is 25% standing dead and 75% live.

Price Adjustments:

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

Appraiser:

Ethan Erdmann

TRACT X7

COUNTY: KOOCHICHING

AREA: BAUDETTE AREA

ACRES: 36.0

Permit Number: X016044
Expiration Date: 05/31/2021

Purchased By: Erickson Herefords
Address: 10048 Highway 11, Birchdale, MN 56629

NESE,NWSE,SESE,SWNE,SWSE of Section 23 - Township 158, Range 29W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 45	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	1,125.00	Cd	23.62	26,572.50	34.25	38,531.25
+ ASH	PULP & BOLTS	200.00	Cd	10.84	2,168.00	15.72	3,144.00
BALSAM FIR	PULPWOOD	60.00	Cd	15.00	900.00	15.00	900.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$29,640.50	BID TOTAL = \$ 42,575.25
				ADVANCE PAYMENT =		\$4,446.08	

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

ANY LISTED SPECIES BIOMASS 680.00 Tons 1.00 680.00

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Balm of Gilead 5%; Paper Birch 2%; Trembling Aspen 93%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 12%; Pulpwood 88%.
Aspen Species Pulp & Bolts includes: Bolts 27%; Pulpwood 73%.

Season of Operations:

- Frozen ground access across State and/or private land.

Sale Conditions:

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

Marketing Conditions:

Sale area is located approximately one mile north of the Indian Pines Rd. Along the banks of the East Branch of the Rapid River. Sale is dissected by a snowmobile trail.
Aspen is of good quality and volume per acre. Aspen is averaging approximately 34 cords per acre. Average of 12" in diameter and is 6-7 sticks tall.
Bulk of the ash volume is located in a small ash stand to the north of the larger aspen block.

Price Adjustments:

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

Appraiser:

Jonathan Paul Stelter

TRACT X8

COUNTY: LAKE OF THE WOODS

AREA: BAUDETTE AREA

ACRES: 140.0

Permit Number: X016045
Expiration Date: 05/31/2021

Purchased By: Big Bear Farms
Address: 1471 33 Ave SE, Baudette, MN 56623

NESW,NWSW,SESE,SESW,SWSE,SWSW of Section 25; NENE,NENW,NWNE,NWNW,SENE of Section 36;
NESE,NWSE,SENE,SESE,SESW,SWNE,SWSE of Section 26 - Township 158, Range 31W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	1,120.00	Cd	21.66	24,259.20	21.66	24,259.20
TAMARACK	PULPWOOD	60.00	Cd	5.24	314.40	5.24	314.40
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$24,573.60	BID TOTAL = \$ 24,573.60
				ADVANCE PAYMENT =		\$3,686.04	

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

ANY LISTED SPECIES BIOMASS 728.00 Tons 1.00 728.00

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 30%; Trembling Aspen 70%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Nice sale right off of highway 72 about 18 miles south of Baudette, with access also available off of Wilderness Drive via a previous logging trail. Tamarack is 25% dead with limb loss at time of cruise. Cruised winter 2018. Sale is 83 miles from International Falls and 84 miles from Bemidji.

Price Adjustments:

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

Appraiser:

Rebecca Bies

TRACT X9

COUNTY: KOOCHICHING

AREA: BAUDETTE AREA

ACRES: 84.0

Permit Number: X016046
Expiration Date: 05/31/2021

Purchased By: Whitefish Creek Ent. Inc.

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

NENW,NESE,NWNE,NWSE,SENE,SENW,SWNE of Section 24 - Township 159, Range 27W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 30	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ BLACK SPRUCE	PULPWOOD	880.00	Cd	14.45	12,716.00	18.79	16,535.20
TAMARACK	PULPWOOD	70.00	Cd	6.80	476.00	6.80	476.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$13,192.00	BID TOTAL = \$ 17,011.20
				ADVANCE PAYMENT =		\$1,978.80	

Cutting and Felling:

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

Season of Operations:

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

Sale Conditions:

- Access is across state, private land.

Marketing Conditions:

Location is; from Birchdale, 2 miles east on State HWY 11, then south on Co. Rd. #85 2 miles and 2 more miles of ice road. This is a salvage sale due to mistletoe infection, some areas severely damaged. Appraised 3/12/18 wcl, dd.

Price Adjustments:

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

Appraiser:

William C. Lockner

TRACT X10

COUNTY: LAKE OF THE WOODS

AREA: BAUDETTE AREA

ACRES: 55.0

Permit Number: X016047
Expiration Date: 05/31/2022

Purchased By: Big Bear Farms
Address: 1471 33 Ave SE, Baudette, MN 56623

NESE,NESW,NWSE,SENW,SWNE,SWSE of Section 3 - Township 159, Range 33W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ BALSAM FIR	PULP & BOLTS	330.00	Cd	15.30	5,049.00	15.30	5,049.00
+ JACK PINE	PULP & BOLTS	215.00	Cd	21.85	4,697.75	21.85	4,697.75
+ TREMBLING ASPEN	PULPWOOD	130.00	Cd	22.80	2,964.00	22.80	2,964.00
+ BLACK SPRUCE	PULPWOOD	65.00	Cd	16.15	1,049.75	16.15	1,049.75
TAMARACK	PULPWOOD	55.00	Cd	3.86	212.30	3.86	212.30
PAPER BIRCH	PULPWOOD	10.00	Cd	12.35	123.50	12.35	123.50

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$14,096.30 BID TOTAL = \$ 14,096.30
ADVANCE PAYMENT = \$2,114.45

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

ANY LISTED SPECIES BIOMASS 410.00 Tons 1.00 410.00

Mixed Product Description:

Balsam Fir Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.
Jack Pine Pulp & Bolts includes: Bolts 60%; Pulpwood 40%.

Cutting and Felling:

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

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Nice mixed stand with easy access, directly off of the powerline, a mile south off of the Aichele Forest Road. The tamarack is about 85% dead with tops intact at time of cruise. Cruised January 2018. This sale is 4 miles from the corner of Faunce and County Road 3, 89 miles from International Falls, and 121 miles from Bemidji.

Price Adjustments:

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

Appraiser:

Rebecca Bies

TRACT X11

COUNTY: LAKE OF THE WOODS

AREA: BAUDETTE AREA

ACRES: 58.0

Permit Number: X016048
Expiration Date: 05/31/2021

Purchased By: Erickson Herefords
Address: 10048 Highway 11, Birchdale, MN 56629

NESW,NWSE,NWSW,SENW,SWNW of Section 2 - Township 159, Range 34W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 110	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ JACK PINE	PULPWOOD	580.00	Cd	11.55	6,699.00	24.26	14,070.80
+ NORWAY PINE	PULP & BOLTS	550.00	Cd	25.73	14,151.50	54.03	29,716.50
BALSAM FIR	PULPWOOD	12.00	Cd	15.75	189.00	15.75	189.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$21,039.50	BID TOTAL = \$	43,976.30
				ADVANCE PAYMENT =	\$3,155.93		

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

ANY LISTED SPECIES BIOMASS 700.00 Tons 1.05 735.00

Mixed Product Description:

Norway Pine Pulp & Bolts includes: Bolts 47%; Pulpwood 50%; Sawlog-Grade 3 3%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Location of sale is 12 miles south of Williams to Faunce and 2 miles west up the Nelson Forest Road. Basal area in the row thinning area is 145, after the thin it will be 96. A 33.3% reduction. Basal area in the jack pine or NP select thin harvest area will vary from 0 to 100 remaining for the reserved NP. Appraised on 3/15/18 by wcl, ee, dd.

Price Adjustments:

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

Appraiser:

William C. Lockner

TRACT X12

COUNTY: LAKE OF THE WOODS

AREA: BAUDETTE AREA

ACRES: 44.0

Permit Number: X016049
Expiration Date: 05/31/2021

Purchased By: Calder Logging
Address: 57337 - 350th Street, Warroad, MN 56763

SWSW of Section 11; SESE,SWSE of Section 10 - Township 159, Range 34W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 65	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	WOODSRUN MIXED PRODUCTS	770.00	Cd	34.51	26,572.70	56.94	43,843.80
BALSAM FIR	WOODSRUN CORDWOOD	30.00	Cd	15.00	450.00	15.00	450.00
JACK PINE	WOODSRUN MIXED PRODUCTS	30.00	Cd	17.00	510.00	17.00	510.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$27,532.70	BID TOTAL = \$	44,803.80
				ADVANCE PAYMENT =	\$4,129.91		

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

ANY LISTED SPECIES BIOMASS 620.00 Tons 1.00 620.00

Mixed Product Description:

Jack Pine Woodsrun Mixed Products includes: Bolts 30%; Pulpwood 70%.
Norway Pine Woodsrun Mixed Products includes: Bolts 45%; Pulpwood 35%; Sawtimber 20%.

Season of Operations:

- It is required that felling and skidding occur on non-frozen conditions only. Exposing mineral soil in the summer should promote better seedling regeneration.

Slash Disposal:

- Full tree skid piling slash for burning.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Located; south of Williams 12 miles to Faunce, then 2 miles west along the Faunce-Butterfield Forest Road.
The NP averages 8"DBH and 4 sticks or 13"DBH and 8 sticks.
The basal area before harvest averages 143, after harvest it should be 84, a 41% volume reduction.
Appraised 9/1/2017 by wcl

Price Adjustments:

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

Appraiser:

William C. Lockner

TRACT X13

COUNTY: LAKE OF THE WOODS

AREA: BAUDETTE AREA

ACRES: 20.0

Permit Number: X016050
Expiration Date: 05/31/2021

Purchased By: Ferrier Logging Inc.

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

NENW,NWNE,NWNW of Section 12; SESE,SWSE of Section 1 - Township 159, Range 35W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 35	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ JACK PINE	PULP & BOLTS	150.00	Cd	24.15	3,622.50	32.60	4,890.00
+ NORWAY PINE	PULPWOOD	150.00	Cd	8.70	1,305.00	11.75	1,762.50
+ TREMBLING ASPEN	PULPWOOD	40.00	Cd	25.20	1,008.00	34.02	1,360.80
+ BALSAM FIR	PULPWOOD	30.00	Cd	15.75	472.50	21.26	637.80
MIXED SPRUCE	PULP & BOLTS	20.00	Cd	19.30	386.00	19.30	386.00
PAPER BIRCH	PULPWOOD	20.00	Cd	13.65	273.00	13.65	273.00

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL =	\$7,067.00	BID TOTAL = \$	9,310.10
ADVANCE PAYMENT =	\$1,060.05		

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

ANY LISTED SPECIES	BIOMASS	200.00 Tons	1.00	200.00
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Mixed Species Description:

Mixed Spruce Pulp & Bolts includes: Black Spruce 80%; White Spruce 20%.

Mixed Product Description:

Jack Pine Pulp & Bolts includes: Bolts 60%; Pulpwood 40%.
Mixed Spruce Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

Season of Operations:

- Operate during non-rutting soil conditions. Refer to DNR rutting guidelines.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Sale is located 19 miles south and west of Williams along the Faunce Butterfield forest road. Thinning area is a first time thin averages 6"dbh. Pine in the 'clearcut" area averages 10"dbh and 6 sticks.

Price Adjustments:

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

Appraiser:

Becky J. Lein

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

BAUDETTE AREA

The right is reserved to reject any and all bids.

For the Commissioner
MINNESOTA DEPARTMENT OF NATURAL RESOURCES

By: _____
Authorized Signature
Division Of Forestry
Dated: June 5, 2018

- SUMMARY SHEET -

06/05/2018 INTERMEDIATE AUCTION - SALE #2

COMPLETED - DATA AS OF 06/05/2018

BAUDETTE 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>
PULP & BOLTS	ASH	230.00	Cd	15.11	3,474.30
	ASPEN SPECIES	1,125.00	Cd	34.25	38,531.25
	PAPER BIRCH	248.00	Cd	13.00	3,224.00
	NORWAY PINE	550.00	Cd	54.03	29,716.50
	JACK PINE	365.00	Cd	26.27	9,587.75
	WHITE SPRUCE	72.00	Cd	19.08	1,373.76
	BALSAM FIR	330.00	Cd	15.30	5,049.00
	BLACK SPRUCE	1,450.00	Cd	24.12	34,968.00
	MIXED SPRUCE	20.00	Cd	19.30	386.00
WOODSRUN MIXED PRODUCTS	NORWAY PINE	770.00	Cd	56.94	43,843.80
	JACK PINE	30.00	Cd	17.00	510.00
WOODSRUN CORDWOOD	BALSAM FIR	30.00	Cd	15.00	450.00
PULPWOOD	ASH	490.00	Cd	12.68	6,215.00
	ASPEN SPECIES	2,900.00	Cd	26.15	75,824.80
	TREMBLING ASPEN	2,795.00	Cd	22.06	61,654.80
	PAPER BIRCH	240.00	Cd	11.93	2,863.25
	BALM OF GILEAD	75.00	Cd	18.20	1,365.00
	NORWAY PINE	150.00	Cd	11.75	1,762.50
	JACK PINE	580.00	Cd	24.26	14,070.80
	BALSAM FIR	462.00	Cd	17.57	8,116.80
	BLACK SPRUCE	945.00	Cd	18.61	17,584.95
	TAMARACK	2,450.00	Cd	5.96	14,606.20
	WHITE CEDAR	310.00	Cd	5.55	1,722.00
FUELWOOD	TAMARACK	35.00	Cd	2.50	87.50
BIOMASS	ANY LISTED SPECIES (optional)	7,180.00	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 16,652.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 293,984.31
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 376,987.96
TOTAL ACRES SOLD: 844.6
SOLD TRACT NUMBERS: 1, 2, 3, 6, 7, 8, 9, 10, 11, 12, 13
TOTAL NUMBER OF TRACTS SOLD: 11

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>
PULP & BOLTS	ASH	40.00	Cd	9.70	388.00
	MIXED SPRUCE	100.00	Cd	19.31	1,931.00
PULPWOOD	ASPEN SPECIES	790.00	Cd	20.55	16,237.75
	PAPER BIRCH	20.00	Cd	11.05	221.00
	BALSAM FIR	30.00	Cd	12.75	382.50
	TAMARACK	1,885.00	Cd	3.55	6,690.50
BIOMASS	ANY LISTED SPECIES (optional)	466.00	Tons	1.00	466.00

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 2,865.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 25,850.75
TOTAL ACRES UNSOLD: 208.0
UNSOLD TRACT NUMBERS: 4, 5
TOTAL NUMBER OF TRACTS UNSOLD: 2

