

MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

NOTICE OF SALE OF STUMPAGE ON STATE LANDS IN THE FOLLOWING AREAS: BEMIDJI AREA, WARROAD AREA, BAUDETTE AREA, BACKUS AREA, PARK RAPIDS AREA, NORTHWEST REGION

STATUS: COMPLETED REGULAR AUCTION - SALE #1 SEALED BID

Notice is hereby given that I offered for sale by sealed bid auction, timber belonging to the State of Minnesota. Bid forms were required to be submitted at the address listed on the bid form prior to 2:00 PM on Thursday, June 14, 2018. All tracts were awarded at the Beltrami Electric Cooperative at 10:00 AM on June 15, 2018 in Bemidji, MN.

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

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





MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

REGULAR AUCTION
SEALED BID TIMBER SALE
BEMIDJI AREA, WARROAD AREA, BAUDETTE AREA, BACKUS AREA, PARK RAPIDS
AREA, NORTHWEST REGION

SEALED BIDS MUST BE RECEIVED PRIOR TO 2:00 PM on June 14, 2018 Bids will be awarded at the following location: Beltrami Electric Cooperative at 10:00 AM on June 15, 2018 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 the responsible bidder who bids the highest price for all timber species advertised for bidding on each tract. Bids must be submitted on bid forms provided by the State, each bid must be sealed in a separate envelope, the envelope must be clearly marked with the tract number and bidder's name on the outside of the envelope. Bid forms may be obtained from the Forestry Area Office(s) listed above. Bids may be submitted by mail or in person at any time during regular business hours prior to the bid submission deadline (June 14, 2018). 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 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)].

ADVANCE PAYMENT

- The advance payment of fifteen (15) percent of the appraised value of the timber is due within fourteen (14) days from the bid award date. Advance payments will not be accepted with the bid. Failure to provide the advance payment within 14 days of the bid opening date will result in forfeiture of the permit and the purchaser will be held liable for the advance payment. The successful bidders's advance payment will be kept on deposit by the State and applied against any billings for timber.

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 an advance payment and bid guarantee. Security can be furnished in the following forms: Corporate surety bond, 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 advance 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 advance 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



TRACT B1 COUNTY: CASS AREA: BACKUS AREA ACRES: 15.8

Permit Number: B013977 Expiration Date: 05/31/2021

Purchased By: PotlatchDeltic Land & Lumber, LLCAddress: 50518 Co Rd 45, Bemidji, MN 56601

GL01 of Section 30; GL04,SESW of Section 19 - Township 137, Range 31W. SESE of Section 24; NENE of Section 25 - Township 137, Range 32W.

					APPR	AISED	BID '	%: 150
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
	+ NORWAY PINE TREMBLING ASPEN	PULP & BOLTS PULPWOOD	240.00 3.00		25.84 22.80	6,201.60 68.40	64.60 22.80	15,504.00 68.40
-	+ BID SPECIES * SOLD	ON APPRAISED VOLUME		APPRAISED TOTAL = ADVANCE PAYMENT =		\$6,270.00 \$940.50	BID TOTA	L = \$ 15,572.40

Mixed Product Description:

Norway Pine Pulp & Bolts includes: Bolts 60%; Pulpwood 40%.

Cutting and Felling:

- Harvest only orange painted trees.
- Forwarding or tree length skidding only. No skidding with branches allowed and trees may have to be cut into shorter lengths before skidding.

Season of Operations:

- The Timber Sale Administrator (TSA) can allow or stop permit operations to minimize rutting, root damage, bark slippage, beetle infestations or wildfire risk. If excessive damage is occurring, the TSA will stop operations until site conditions improve. For pine thinning operations the following restrictions apply to cut pine greater than 3 inch diameter:

December 1 to May 31: Pine cut in this period must be hauled or destroyed by June 1.

June 1 to August 31: Pine cut in this period must be hauled or destroyed within 3 weeks.

September 1 to November 30: No special restrictions for pine cut in this period.

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

Slash Disposal:

- Biomass harvest is not allowed on this permit.

Landings Roads and Trails:

- A minimum of four inches of snow must be left on the recreation trail from Dec. 1 March 31.
- Due to snowmobile trail 5 weekdays notice prior to road operations is required.

Marketing Conditions:

This sale is a marked pine thinning. It is located south of Spider Lake off of Snoway 1 Minimum Maintenance Road. If skidding, care will need to be taken around reserve trees. Trees may have to be cut into shorter lengths to ensure no damage to residuals.

Appraiser is Jake Corty

Price Adjustments:

Road Construction Costs: +5% Haul Distance to Nearest Mill: 0% Stand Density: -10%

Operational Constraints: 0% Other Price Factor: 0%

Certification Note:

Darren S. Bundy

(Appraisal ID 13625-0; Cutting Block ID 15710-0)

TRACT B2 COUNTY: CASS AREA: BACKUS AREA ACRES: 72.9

Permit Number: B013978 Expiration Date: 05/31/2021

Purchased By: Michael H. Rieger

Address: 61559 Co. Road 26, Northome, MN 56661

GL04,NWSE,SESE,SWSE of Section 1 - Township 139, Range 25W.

					APPRAISED		BID %: 56	
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	- TREMBLING ASPEN	PULPWOOD	1,777.00	Cd	26.40	46,912.80	41.18	73,176.86
	MAPLE SPECIES	PULPWOOD	156.00	Cd	14.30	2,230.80	14.30	2,230.80
	TAMARACK	PULPWOOD	150.00	Cd	8.80	1,320.00	8.80	1,320.00
	MIXED SPRUCE	PULPWOOD	119.00	Cd	18.70	2,225.30	18.70	2,225.30
	BALSAM FIR	PULPWOOD	108.00	Cd	16.50	1,782.00	16.50	1,782.00
	BASSWOOD	PULPWOOD	83.00	Cd	8.80	730.40	8.80	730.40
	PAPER BIRCH	PULPWOOD	36.00	Cd	14.30	514.80	14.30	514.80
	+ BID SPECIES * SOL	D ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$55,716.10 \$8,357.42	BID TOTAI	L = \$ 81,980.16

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

ANY LISTED SPECIES BIOMASS 1,068.00 Tons 1.00 1,068.00

Mixed Species Description:

Maple Species Pulpwood includes: Red Maple 50%; Sugar Maple 50%. Mixed Spruce Pulpwood includes: Black Spruce 92%; White Spruce 8%.

Cutting and Felling:

- Harvest all sale species reserving all oak in harvest area 1. In harvest area 2, cut all tamarack, except tamarack reserve trees, spruce, balsam fir, birch and aspen inside the permit boundaries.
- 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.
- Frozen ground access only.

Sale Conditions:

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

Marketing Conditions:

A high voltage power transmission line runs across the harvest areas.

Price Adjustments:

Road Construction Costs: +5% Haul Distance to Nearest Mill: +5%

Stand Density: +10%

Operational Constraints: -10% Other Price Factor: 0%

Certification Note:

The timber on this tract is SFI and FSC certified.

Appraiser:

William H. Salo

COMPLETED - DATA AS OF 07/03/2018

(Appraisal ID 13628-0; Cutting Block ID 15992-0)

TRACT B3 COUNTY: CASS AREA: BACKUS AREA ACRES: 75.5

Permit Number: B013979 Expiration Date: 05/31/2021

Purchased By: Michael H. Rieger

Address: 61559 Co. Road 26, Northome, MN 56661

GL05, SENE of Section 8; NESW, NWSE, NWSW, SENW, SESW, SWNE, SWNW, SWSW of Section 9 - Township

141, Range 31W.

NESW, NWSE, SENW, SESW, SWNE, SWNW, SWSE of Section 9 - Township 141, Range 31W.

	,,	v,020vv,0vv142,0vv14vv,0vv02			•			
					APPR	AISED	BID	%: 88
					UNIT		UNIT	
3	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+	PINE SPECIES	WOODSRUN MIXED PRODUCTS	820.00	Cd	26.06	21,369.20	48.99	40,171.80
+	OAK SPECIES	WOODSRUN MIXED PRODUCTS	429.00	Cd	23.06	9,892.74	43.35	18,597.15
+	ASPEN SPECIES	WOODSRUN CORDWOOD	358.00	Cd	26.40	9,451.20	49.63	17,767.54
+	PAPER BIRCH	WOODSRUN MIXED PRODUCTS	113.00	Cd	16.76	1,893.88	31.51	3,560.63
	MAPLE SPECIES	WOODSRUN CORDWOOD	93.00	Cd	14.30	1,329.90	14.30	1,329.90
	ASH	WOODSRUN CORDWOOD	8.00	Cd	11.00	88.00	11.00	88.00
	BASSWOOD	WOODSRUN CORDWOOD	5.00	Cd	8.08	40.40	8.08	40.40
	+ BID SPECIES	OLD ON APPRAISED VOLUME		APPRAIS	SED TOTAL =	\$44,065.32	BID TOTA	L = \$ 81,555.42
			Α	DVANCE	PAYMENT =	\$6,609.80		

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

ANY LISTED SPECIES BIOMASS 552.00 Tons 1.00 552.00

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Largetooth Aspen 38%; Trembling Aspen 62%.

Maple Species Woodsrun Cordwood includes: Red Maple 90%; Sugar Maple 10%. Oak Species Woodsrun Mixed Products includes: Bur Oak 11%; Red Oak 89%.

Pine Species Woodsrun Mixed Products includes: Jack Pine 1%; Norway Pine 99%.

Mixed Product Description:

Oak Species Woodsrun Mixed Products includes: Bolts 37%; Pulpwood 63%. Paper Birch Woodsrun Mixed Products includes: Bolts 32%; Pulpwood 68%. Pine Species Woodsrun Mixed Products includes: Bolts 47%; Pulpwood 53%.

Cutting and Felling:

- Harvest all oak, aspen, maple, birch, ash and basswood (Cutting Block 2).
- Harvest all species within a 12-14' access strip and space them every 40-50'. Thin between strips as necessary to a target BA of 120 sqft in east & west stands and 140 sqft in south stand by removing poor quality and suppressed trees to release dominant, well-formed, single topped trees. Selection should be systematic throughout thinning areas and not in clumps to provide equal spacing between crop/reserve trees. Only harvest aspen, maple, birch and oak directly competing with pine crowns (Cutting Block 1).
- Reserve all pine (Cutting Block 2).
- Forwarding or tree length skidding only. No skidding with branches allowed. Trees may have to be cut into shorter lengths before skidding (Cutting Block 1).

Season of Operations:

 Conduct sale operations on dry/frozen soil conditions only, except with written permission from State (Cutting Blocks 1 and 2).

Slash Disposal:

- Biomass harvest is allowed on this permit. An Added Timber Agreement is required (Cutting Block 2).

Sale Conditions:

- Access is across USFS land (Cutting Blocks 1 and 2).
- THIS TIMBER HARVEST PERMIT IS LOCATED ON US FOREST SERVICE LANDS. This state timber permit, authorized by the Minnesota Good Neighbor agreement, may be suspended, modified or cancelled if the Forest Service is required to interrupt or cancel operations due to a court order or to comply with NEPA or other legal sanction (Cutting Blocks 1 and 2).

Marketing Conditions:

Sale is 3.5 miles south of Walker on USFS land. Best access is from State Highway 34 through a USFS gated trail. Cutting Block 1 is a first entry pine thinning consisting of 3 stands. Cutting Block 2 is a clearcut with reserves consisting of 2 stands.

Pine DBH 8-11" with 4-6 sticks/tree Oak DBH 10-14" with 4-6 sticks/tree Aspen DBH 10-14" with 5-7 sticks/tree Birch DBH 9-12" with 4-6 sticks/tree Maple DBH 7-10" with 2-4 sticks/tree

Price Adjustments:

Road Construction Costs: +5% Haul Distance to Nearest Mill: +5%

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Certification Note:

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

Appraiser:

Elena A. Teich

(Appraisal ID 13613-0; Cutting Block ID 15976-0, 15943-0)

1,683.00

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TRACT B4 COUNTY: BECKER AREA: PARK RAPIDS AREA ACRES: 86.0

Permit Number: B013980 Expiration Date: 05/31/2021

Purchased By: Hooker Logging Inc.

Address: 40109 County Road 3, LaPorte, MN 56461

GL01 of Section 30; GL03, GL04 of Section 19 - Township 141, Range 36W.

NESE, SESE, SESW, SWSE of Section 24; NENE of Section 25 - Township 141, Range 37W.

						AISED	BID	%: 51		
S	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE		
+	TREMBLING ASPEN	PULP & BOLTS	1,280.00	Cd	26.40	33,792.00	39.86	51,020.80		
+	NORTHERN HARDWOODS	PULPWOOD	620.00	Cd	14.30	8,866.00	21.59	13,385.80		
+	BALSAM FIR	WOODSRUN MIXED PRODUCTS	380.00	Cd	21.34	8,109.20	32.22	12,243.60		
+	RED OAK	PULPWOOD	215.00	Cd	19.80	4,257.00	29.90	6,428.50		
	WHITE SPRUCE	PULP & BOLTS	25.00	Cd	24.86	621.50	24.86	621.50		
	JACK PINE	PULP & BOLTS	20.00	Cd	23.10	462.00	23.10	462.00		
+ BID SPECIES * SOLD		ON APPRAISED VOLUME	APPRAISED ADVANCE PA		SED TOTAL = \$56,107.70 PAYMENT = \$8,416.16		, ,			
Or	Optional Timber (may be purchased with an Added Timber Agreement):									

1,530.00 Tons

Mixed Species Description:

ANY LISTED SPECIES

Northern Hardwoods Pulpwood includes: Paper Birch 95%; Red Maple 5%.

Mixed Product Description:

Balsam Fir Woodsrun Mixed Products includes: Bolts 40%; Pulpwood 60%.

Jack Pine Pulp & Bolts includes: Bolts 50%; Pulpwood 50%.

Trembling Aspen Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

BIOMASS

White Spruce Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

This sale is located in the Two Inlets State Forest 1/2 mile south of the Indian Creek Forest Road. The aspen is 80 years old and averages 13" DBH and 6 sticks. The balsam-fir averages 11" DBH and 5 sticks. The northern hardwoods average 8" DBH and 4 sticks.

Price Adjustments:

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

Stand Density: +5%

Operational Constraints: 0% Other Price Factor: 0%

Certification Note:

Kenneth P. Nelson

(Appraisal ID 13673-0; Cutting Block ID 15682-0)

TRACT B5 COUNTY: ITASCA AREA: BEMIDJI AREA ACRES: 68.3

Permit Number: B013981 Expiration Date: 05/31/2021

Purchased By: Michael H. Rieger

Address: 61559 Co. Road 26, Northome, MN 56661

SWSW of Section 15; GL02,GL03 of Section 21; SESE,SESW,SWSE,SWSW of Section 16 - Township 147,

Range 29W.

	APPRAISED			BID %: 69				
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	ASPEN SPECIES	PULPWOOD	1,815.00	Cd	25.15	45,647.25	42.50	77,137.50
+	ASH	PULP & BOLTS	215.00	Cd	12.70	2,730.50	21.46	4,613.90
	MIXED HARDWOODS	PULP & BOLTS	70.00	Cd	17.00	1,190.00	17.00	1,190.00
	BASSWOOD	PULP & BOLTS	40.00	Cd	10.95	438.00	10.95	438.00
	+ BID SPECIES * SOLD	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$50,005.75 \$7,500.86	BID TOTA	L = \$ 83,379.40

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

ANY LISTED SPECIES BIOMASS 1,025.00 Tons 1.00 1,025.00

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 2%; Trembling Aspen 98%.

Mixed Hardwoods Pulp & Bolts includes: Paper Birch 65%; Red Maple 15%; Sugar Maple 20%.

Mixed Product Description:

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

Basswood Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

Mixed Hardwoods Pulp & Bolts includes: Bolts 45%; Pulpwood 55%.

Season of Operations:

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

Sale Conditions:

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

Marketing Conditions:

Wood quality on this sale is very good with aspen in the 5-8 stick range and DBH's of 7-12 inches. Two separate accesses will likely need to be used since the dikes surrounding Morph lake cannot hold the weight of any logging equipment and cannot be used at any time. The access from the south crosses a lowland grass area and will need to be froze down prior to getting heavy equipment into the sale area.

The sale is located 40 miles from Bemidji, 50 miles from Grand Rapids, 130 miles from International Falls, and 125 miles from Cloquet.

Price Adjustments:

Road Construction Costs: +5% Haul Distance to Nearest Mill: +5%

Stand Density: +5%

Operational Constraints: -10% Other Price Factor: 0%

Certification Note:

Joseph D. Blake

(Appraisal ID 13969-0; Cutting Block ID 16336-0)

TRACT B6 COUNTY: KOOCHICHING AREA: BAUDETTE AREA ACRES: 132.0

Permit Number: B013982 Expiration Date: 05/31/2021

Purchased By: Boise White Paper LLC

Address: 400 3rd Ave E, International Falls, MN 56649

GL04,GL05,GL06,GL08,NWSW of Section 1 - Township 157, Range 27W.

GL01 of Section 1 - Township 157, Range 27W. of Section 31 - Township 158, Range 26W.

GL01,GL02,NESE,NWSE,SWSE of Section 36 - Township 158, Range 27W.

					APPR	AISED	BID	%: 53
S	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	ASPEN SPECIES	PULP & BOLTS	1,845.00	Cd	22.27	41,088.15	34.07	62,859.15
+	ASH	PULP & BOLTS	335.00	Cd	10.20	3,417.00	15.61	5,229.35
+	BALSAM FIR	PULPWOOD	320.00	Cd	14.40	4,608.00	22.03	7,049.60
+	PAPER BIRCH	PULPWOOD	255.00	Cd	12.48	3,182.40	19.09	4,867.95
+	BLACK SPRUCE	PULPWOOD	230.00	Cd	18.24	4,195.20	27.91	6,419.30
	TAMARACK	PULPWOOD	145.00	Cd	7.68	1,113.60	7.68	1,113.60
	WHITE CEDAR	PULPWOOD	80.00	Cd	5.76	460.80	5.76	460.80
	WHITE SPRUCE	PULPWOOD	60.00	Cd	16.32	979.20	16.32	979.20
+	BID SPECIES *	SOLD ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$59,044.35 \$8,856.65	BID TOTAI	L = \$ 88,978.95

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Balm of Gilead 9%; Trembling Aspen 91%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 9%; Pulpwood 91%.

Aspen Species Pulp & Bolts includes: Bolts 16%; Pulpwood 84%.

Season of Operations:

- Frozen ground access only (Cutting Blocks 1 and 2).

Landings Roads and Trails:

- Recreation trail may be be used as access (Cutting Blocks 1 and 2).
- Intent to harvest must be received five days prior to cutting to allow proper notification to Parks and Trails. No decking is allowed on the snowmobile trail (Cutting Block 1).

Sale Conditions:

- Access is across state, and private land (Cutting Blocks 1 and 2).
- Permission to cross private land must be obtained by permittee (Cutting Blocks 1 and 2).

Marketing Conditions:

Located approximately two miles south of CR-32. Larger sale of varying species composition and quality. Sale in multiple cutting blocks, with multiple stands, with multiple prescriptions.

Price Adjustments:

Road Construction Costs: -2% Haul Distance to Nearest Mill: 0%

Stand Density: 0%

Operational Constraints: -2% Other Price Factor: 0%

Certification Note:

Jonathan Paul Stelter

(Appraisal ID 13952-0; Cutting Block ID 16315-0, 16297-0)

TRACT B7 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 133.0

Permit Number: B013983 Expiration Date: 05/31/2021

Purchased By: Erickson Herefords

Address: 10048 Highway 11, Birchdale, MN 56629

NWSW,SWSW of Section 8; GL02,GL03,NENW,NESW,SENW of Section 18;

GL02, NESE, NWNE, NWSE, SENW, SESE, SWNE, SWSE of Section 7 - Township 157, Range 35W.

	,,,,,,,,,,,,,,,,			APPR	AISED	BID %: 33			
SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE		
+ ASPEN SPECIES	PULPWOOD	4,900.00	Cd	19.05	93,345.00	25.34	124,166.00		
ASH	PULPWOOD	90.00	Cd	4.75	427.50	4.75	427.50		
PAPER BIRCH	PULPWOOD	20.00	Cd	8.15	163.00	8.15	163.00		
+ BID SPECIES * SOLD ON APPRAISED VOLUME		APPRAISED TOTAL = ADVANCE PAYMENT =			\$93,935.50 \$14,090.33	BID TOTAL	= \$ 124,756.50		
Optional Timber (may be purchased with an Added Timber Agreement):									
ANY LISTED SPECIES	BIOMASS	2,285.00	Tons	1.00	2,285.00				

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. Best access goes through Red Lake Tribal land.

Marketing Conditions:

Aspen sp. Ave DBH = 10-12", Ave 8' sticks=6-7

38 miles secondary, 83 miles primary road to International Falls

18 miles secondary, 72 miles primary road to Solway

3 miles winter trail to freeze (route dependent) & 2 crossings needed

Sale maybe split into cutting blocks based on three block locations.

(North, Central, South) This can be calculated by % value in 40's.

Price Adjustments:

Road Construction Costs: -10% Haul Distance to Nearest Mill: -10%

Stand Density: +10%

Operational Constraints: -10%

Other Price Factor: 0%

Certification Note:

The timber on this tract is SFI and FSC certified.

Appraiser:

Shane D. Delaney

TRACT B8 COUNTY: KITTSON AREA: WARROAD AREA ACRES: 333.7

Permit Number: B013984 Expiration Date: 05/31/2021

Purchased By: Address:

NENE, NESW, NWNW, NWSW, SENE, SENW, SWNE, SWNW, SWSE, SWSW of Section 15; NESW, SENW, SWNW of Section 3; NWNW, SENW, SWNW of Section 14; NWNW, NWSW, SWNW of

Section 10 - Township 159 Range 45W

	Section to - Township t		APPRAISED			AISED	BID:		
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE	
+	ASPEN SPECIES	WOODSRUN CORDWOOD	4,670.00	Cd	2.40	11,208.00	2.40	11,208.00	
	+ BID SPECIES * SOLD C	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$11,208.00 \$1,681.20	BID TOTA	L = \$ 11,208.00	
Optional Timber (may be purchased with an Added Timber Agreement):									
	ANY LISTED SPECIES	BIOMASS	3,810.00	Tons	1.00	3,810.00			

Mixed Species Description:

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

Season of Operations:

- Conduct sale operations on frozen soil conditions only, except with written permission from State.
- The Timber Sale Administrator (TSA) can allow or stop permit operations to minimize rutting, root damage, bark slippage, beetle infestations or wildfire risk. If excessive damage is occurring, the TSA will stop operations until site conditions improve.

Sale Conditions:

- Access is across state or private land.

Marketing Conditions:

Consult the TSA for pile placement in harvest areas where it is not possible to place at least 100' interior.

Aspen/BAM

Average: DBH 7" / Sticks 4

Distance to the Mill:

Approximately 4 miles of forest trail. 16 miles of primary road from the harvest areas to Greenbush. From Greenbush to Norbord is 121 miles of primary road.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0%

Other Price Factor: -90% (Aspen Parkland in Kittson County)

Certification Note:

The timber on this tract is SFI and FSC certified.

Appraiser:

Mark Allen Mcdonald

TRACT B9 COUNTY: ROSEAU AREA: WARROAD AREA ACRES: 184.0

Permit Number: B013985 Expiration Date: 05/31/2021

Purchased By: Boise White Paper LLC

Address: 400 3rd Ave E, International Falls, MN 56649

GL04,GL05,GL06,GL07,NESE,NESW,NWSE,SWSE of Section 28 - Township 164, Range 38W.

		APPRAISED				ВІС) %: 61		
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE	
+	ASPEN SPECIES	WOODSRUN CORDWOOD	5,705.00	Cd	22.80	130,074.00	36.71	209,430.55	
	+ BID SPECIES * SOLD (ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$130,074.00 \$19,511.10	BID TOTA	L = \$ 209,430.55	
Optional Timber (may be purchased with an Added Timber Agreement):									
	ANY LISTED SPECIES	BIOMASS	2,570.00	Tons	1.00	2,570.00			

Mixed Species Description:

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

Cutting and Felling:

- Fell and process (skid, limb, and land) timber progressively from the north to the south.

Season of Operations:

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

Landings Roads and Trails:

- Due to the condition of the Norland Forest Road summer hauling will not be allowed, without written permission from the state.

Sale Conditions:

- Access is across state land.
- Gas pipeline corridor will not be used for harvest or hauling operations, unless written permission is granted from the gas line company. Permission to use gas line corridor must be obtained by the permittee.

Marketing Conditions:

8 miles forest road, 1 mile secondary road, and 103 primary road to International Falls.

Aspen species average 10" DBH, 5.5 sticks, and 48' merchantable height.

Due to the condition of the Norland road summer hauling will not be allowed without written permission from the state.

Price Adjustments:

Road Construction Costs: 0% Haul Distance to Nearest Mill: -15%

Stand Density: +10%
Operational Constraints: 0%
Other Price Factor: 0%

Certification Note:

The timber on this tract is SFI and FSC certified.

Appraiser:

Moriah Colleen Novotny

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

BEMIDJI AREA, WARROAD AREA, BAUDETTE AREA, BACKUS AREA, PARK RAPIDS AREA, NORTHWEST REGION

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 14, 2018

BEMIDJI AREA, WARROAD AREA, BAUDETTE AREA, BACKUS AREA, PARK RAPIDS AREA, NORTHWEST REGION

	SUMMARY FOR A	LL TRACTS			
		TOTAL		APPRAISED AVERAGE	APPRAISED
PRODUCT	SPECIES	VOLUME	UNIT	UNIT PRICE	\$ VALUE
WOODSRUN CORDWOOD	ASPEN SPECIES	4,670.00	Cd	2.40	11,208.00
BIOMASS	ANY LISTED SPECIES (optional)	3,810.00	Tons	1.00	3,810.00

TOTAL SALE CONVERTED TO CORDS: 4,670.00
TOTAL APPRAISED DOLLAR VALUE OF SALE: \$ 11,208.00
TOTAL BID-UP DOLLAR VALUE OF SALE: \$ 0.00
TOTAL ACRES: 333.7

ALL TRACT NUMBER: 8
TOTAL NUMBER OF TRACTS: 1

	SUMMARY FOR S	SOLD TRACTS			
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	ASH	550.00	Cd	17.90	9,843.25
. 62. 6 262.6	ASPEN SPECIES	1,845.00		34.07	62,859.15
	TREMBLING ASPEN	1,280.00		39.86	51,020.80
	BASSWOOD	40.00		10.95	438.00
	NORWAY PINE	240.00		64.60	15,504.00
	JACK PINE	20.00		23.10	462.00
	WHITE SPRUCE	25.00	Cd	24.86	621.50
	MIXED HARDWOODS	70.00	Cd	17.00	1,190.00
WOODSRUN MIXED	PAPER BIRCH	113.00	Cd	31.51	3,560.63
PRODUCTS	OAK SPECIES	429.00	Cd	43.35	18,597.15
	PINE SPECIES	820.00	Cd	48.99	40,171.80
	BALSAM FIR	380.00	Cd	32.22	12,243.60
WOODSRUN CORDWOOD	ASH	8.00	Cd	11.00	88.00
	ASPEN SPECIES	6,063.00	Cd	37.47	227,198.09
	MAPLE SPECIES	93.00	Cd	14.30	1,329.90
	BASSWOOD	5.00	Cd	8.08	40.40
PULPWOOD	ASH	90.00	Cd	4.75	427.50
	ASPEN SPECIES	6,715.00	Cd	29.98	201,303.50
	TREMBLING ASPEN	1,780.00	Cd	41.15	73,245.26
	PAPER BIRCH	311.00	Cd	17.83	5,545.75
	MAPLE SPECIES	156.00	Cd	14.30	2,230.80
	NORTHERN HARDWOODS	620.00	Cd	21.59	13,385.80
	BASSWOOD	83.00	Cd	8.80	730.40
	RED OAK	215.00	Cd	29.90	6,428.50
	WHITE SPRUCE	60.00	Cd	16.32	979.20
	BALSAM FIR	428.00	Cd	20.63	8,831.60
	BLACK SPRUCE	230.00	Cd	27.91	6,419.30
	TAMARACK	295.00		8.25	2,433.60
	WHITE CEDAR	80.00		5.76	460.80
	MIXED SPRUCE	119.00	Cd	18.70	2,225.30
BIOMASS	ANY LISTED SPECIES (optional)	9,030.00	Tons	-	0.00

- SUMMARY SHEET (Continued) -

TOTAL SOLD TRACTS CONVERTED TO CORDS: 23,163.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 495,218.72
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 769,815.58

TOTAL ACRES SOLD: 767.5

SOLD TRACT NUMBERS: 1, 2, 3, 4, 5, 6, 7, 9

TOTAL NUMBER OF TRACTS SOLD: 8