



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY

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

STATUS: COMPLETED
REGULAR AUCTION - SALE #1
ORAL BID

Notice is hereby given that I offered for sale at public auction in Bemidji, MN at 10:00 AM on Wednesday, June 12, 2019, timber belonging to the State of Minnesota. All tracts were offered at the Beltrami Electric in Bemidji, MN.

All of the timber offered was SFI and FSC certified.

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



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

FSC
100%



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

10:00 AM on June 12, 2019
Beltrami Electric 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. Bidding above 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 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)].

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 12, 2020, at the following Area Headquarters: Bemidji Area.

TRACT B1 COUNTY: HUBBARD AREA: BEMIDJI AREA ACRES: 25.0

Permit Number: B014318
Expiration Date: 05/31/2022

Purchased By: Dukek Logging Inc.
Address: 23873 Timber Trail Drive, Bemidji, MN 56601

NESE,NWSE,SESE,SESW,SWSE,SWSW of Section 32 - Township 143, Range 33W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 65	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	800.00	Cd	21.00	16,800.00	34.65	27,720.00
+ RED OAK	PULP & BOLTS	110.00	Cd	19.95	2,194.50	32.92	3,621.20
+ PAPER BIRCH	PULP & BOLTS	50.00	Cd	14.30	715.00	23.60	1,180.00
RED MAPLE	PULP & BOLTS	25.00	Cd	14.30	357.50	14.30	357.50
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$20,067.00	BID TOTAL = \$	32,878.70
				ADVANCE PAYMENT =	\$3,010.05		

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

ANY LISTED SPECIES BIOMASS 405.00 Tons 1.00 405.00

Mixed Species Description:

Aspen Species Pulpwood includes: Largetooth Aspen 35%; Trembling Aspen 65%.

Mixed Product Description:

Paper Birch Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.
Red Maple Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.
Red Oak Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

Marketing Conditions:

Permit is located off of County Road 91.
Portions of the permit are located on erosion prone sites with steep terrain. To prevent erosion, prioritize slash dispersal across steep areas.

Price Adjustments:

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

Appraiser:

Lori Ann Barrow

TRACT B2

COUNTY: HUBBARD

AREA: BEMIDJI AREA

ACRES: 43.0

Permit Number: B014319
Expiration Date: 05/31/2022

Purchased By: Hooker Logging Inc.
Address: 40109 County Road 3, LaPorte, MN 56461

NWSE,SESW,SWSE of Section 36 - Township 143, Range 33W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 62	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	765.00	Cd	22.00	16,830.00	35.64	27,264.60
+ MIXED HARDWOODS	PULP & BOLTS	155.00	Cd	10.41	1,613.55	16.86	2,613.30
+ OAK SPECIES	PULP & BOLTS	75.00	Cd	21.34	1,600.50	34.57	2,592.75
PAPER BIRCH	PULP & BOLTS	55.00	Cd	15.58	856.90	15.58	856.90
MAPLE SPECIES	PULPWOOD	20.00	Cd	13.20	264.00	13.20	264.00
NORWAY PINE	PULP & BOLTS	5.00	Cd	13.86	69.30	13.86	69.30

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$21,234.25 BID TOTAL = \$ 33,660.85
ADVANCE PAYMENT = \$3,185.14

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

ANY LISTED SPECIES BIOMASS 800.00 Tons 1.00 800.00

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Largetooth Aspen 18%; Trembling Aspen 82%.
Maple Species Pulpwood includes: Red Maple 24%; Sugar Maple 76%.
Mixed Hardwoods Pulp & Bolts includes: Ash 3%; Basswood 97%.
Oak Species Pulp & Bolts includes: Bur Oak 31%; Red Oak 69%.

Mixed Product Description:

Aspen Species Pulp & Bolts includes: Bolts 32%; Pulpwood 68%.
Mixed Hardwoods Pulp & Bolts includes: Bolts 35%; Pulpwood 65%.
Norway Pine Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.
Oak Species Pulp & Bolts includes: Bolts 34%; Pulpwood 66%.
Paper Birch Pulp & Bolts includes: Bolts 27%; Pulpwood 73%.

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 in the Paul Bunyan State Forest on the east gulch forest rd. 4 miles south of HWY 200 off of HWY 64.
Access is good as it is located right off of east gulch forest rd.

Price Adjustments:

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

Appraiser:

Andrew Kernan

TRACT B3 COUNTY: HUBBARD AREA: BEMIDJI AREA ACRES: 61.7

Permit Number: B014320
Expiration Date: 05/31/2022

Purchased By: Dean White
Address: 46520 Schoolcraft Drive, Laporte, MN 56461

NESW,NWSE,SEW,SWNE of Section 35 - Township 143, Range 33W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 60	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	1,880.00	Cd	23.00	43,240.00	36.80	69,184.00
BASSWOOD	PULP & BOLTS	50.00	Cd	12.08	604.00	12.08	604.00
PAPER BIRCH	PULPWOOD	50.00	Cd	13.80	690.00	13.80	690.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$44,534.00	BID TOTAL = \$	70,478.00
				ADVANCE PAYMENT =	\$6,680.10		

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

ANY LISTED SPECIES BIOMASS 1,470.00 Tons 1.00 1,470.00

Mixed Species Description:

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

Mixed Product Description:

Aspen Species Pulp & Bolts includes: Bolts 22%; Pulpwood 78%.
Basswood Pulp & Bolts includes: Bolts 50%; Pulpwood 50%.

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:

The sale is located in the Paul Bunyan State Forest 1.5 miles west of HWY 64 on the east gulch forest rd. Access is good to the sale from the forest rd.

Price Adjustments:

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

Appraiser:

Andrew Kernan

TRACT B4 COUNTY: CASS AREA: BEMIDJI AREA ACRES: 113.6
 Permit Number: B014321
 Expiration Date: 05/31/2022

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

NENE,NESE,NESW,NWSE,SENE,SESE,SWSE of Section 27 - Township 144, Range 31W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 130	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	1,470.00	Cd	14.95	21,976.50	34.39	50,553.30
+ NORWAY PINE	PULP & BOLTS	800.00	Cd	20.60	16,480.00	47.38	37,904.00
	PAPER BIRCH	30.00	Cd	9.00	270.00	9.00	270.00
	SPRUCE-BALSAM	15.00	Cd	17.15	257.25	17.15	257.25
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$38,983.75	BID TOTAL = \$	88,984.55
				ADVANCE PAYMENT =	\$5,847.56		

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

ANY LISTED SPECIES BIOMASS 1,000.00 Tons 1.00 1,000.00

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 2%; Trembling Aspen 98%.
 Spruce-Balsam Pulp & Bolts includes: Balsam Fir 50%; White Spruce 50%.

Mixed Product Description:

Norway Pine Pulp & Bolts includes: Bolts 67%; Pulpwood 33%.
 Spruce-Balsam Pulp & Bolts includes: Bolts 75%; Pulpwood 25%.

Season of Operations:

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

Slash Disposal:

- For the select harvest area: Tightly pile slash for future burning. Many piles will be necessary and size and locations will be directed by administering forester. For the Basal Area Thin: Scatter slash evenly across the site unless being harvested in a full tree skid method. Full tree skid slash will be piled for future burning. Should optional biomass be purchased, all biomass can be utilized.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Sale is located approximately 8 miles South of Cass Lake. Travel South on Hwy. 371 to Oak Point Rd. travel East approximately 2.4 miles to a minimum maintenance road, travel South 1/4 mile then East 1/4 mile to the North end of the sale, continue South on the forest road to the indicated GPS point on the map. Sale is a mix of pine and aspen and is extremely subject to the weather. Unusually dry conditions maybe necessary for a summer harvest of the aspen, while a wetter summer could still possibly support a harvest in the pine. Aspen portion of sale was thinned in the late 90's / early 2000's. 15-20 year old aspen regeneration exists throughout the select harvest treatment area. This should be considered in the bidding of this sale. Norway pine, basal area logger - select thinning will be a second entry, harvest rows are established.

Price Adjustments:

Road Construction Costs: -5%
 Haul Distance to Nearest Mill: +5%
 Stand Density: -5%
 Operational Constraints: -10%
 Other Price Factor: -10% (Regeneration within sale operation area.)

Appraiser:

Daniel J. Wiley

(Appraisal ID 14810-0; Cutting Block ID 17273-0)

TRACT B5 COUNTY: CLEARWATER AREA: BEMIDJI AREA ACRES: 31.1

Permit Number: B014322
Expiration Date: 05/31/2022

Purchased By: Daniel Halberg
Address: 22605 County Road 2, Shevlin, MN 56676

NESW,NWSW of Section 14 - Township 144, Range 36W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TAMARACK	PULPWOOD	200.00	Cd	5.00	1,000.00	5.00	1,000.00
+ MIXED SPRUCE	PULPWOOD	145.00	Cd	14.25	2,066.25	14.25	2,066.25
+ BALSAM FIR	PULPWOOD	60.00	Cd	11.40	684.00	11.40	684.00
+ ASPEN SPECIES	PULPWOOD	20.00	Cd	18.97	379.40	18.97	379.40
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$4,129.65	BID TOTAL = \$	4,129.65
				ADVANCE PAYMENT =	\$619.45		

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 1%; Trembling Aspen 99%.
Mixed Spruce Pulpwood includes: Black Spruce 95%; White Spruce 5%.

Season of Operations:

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

Landings Roads and Trails:

- Road right of way crossing approval from the County and/or power company may be required.

Sale Conditions:

- Access is across private, county, or state land.

Marketing Conditions:

Sale is located along the east side of Clearwater County Road 2, two miles north of Highway 200. There are multiple access options, including the power line corridor. Pockets of Eastern larch beetle exist within the stand, approximately 20 percent of the trees are affected currently, and the tamarack price has been adjusted.

Price Adjustments:

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

Appraiser:

Blair Olson

TRACT B6

COUNTY: CLEARWATER

AREA: BEMIDJI AREA

ACRES: 58.0

Permit Number: B014323
Expiration Date: 05/31/2022

Purchased By:
Address:

UNSOLD

NWSW of Section 25; NESW,NWSW,SESW,SWNW,SWSE,SWSW of Section 24 - Township 145, Range 38W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASH	PULP & BOLTS	590.00	Cd	8.80	5,192.00	8.80	5,192.00
+ ASPEN SPECIES	PULPWOOD	425.00	Cd	16.60	7,055.00	16.60	7,055.00
+ SPRUCE-BALSAM	PULP & BOLTS	61.00	Cd	13.70	835.70	13.70	835.70
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$13,082.70	BID TOTAL = \$	13,082.70
				ADVANCE PAYMENT =	\$1,962.41		

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 Pulpwood includes: Balm of Gilead 52%; Trembling Aspen 48%.
Spruce-Balsam Pulp & Bolts includes: Balsam Fir 74%; White Spruce 26%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 35%; Pulpwood 65%.
Spruce-Balsam Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.

Season of Operations:

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

Sale Conditions:

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

Marketing Conditions:

Sale is located approx. 4 miles northwest of Zerkel, MN.

Price Adjustments:

Road Construction Costs: -15%
Haul Distance to Nearest Mill: +5%
Stand Density: 0%
Operational Constraints: 0%
Other Price Factor: 0%

Appraiser:

David Fraundorf

TRACT B7 COUNTY: BELTRAMI AREA: BEMIDJI AREA ACRES: 58.1

Permit Number: B014324
Expiration Date: 05/31/2022

Purchased By: Michael Johnson
Address: 13564 Dodge Rd, Pinewood, MN 56676

NENE of Section 34; NESW,NWSE,NWSW,SWSE of Section 27 - Township 146, Range 30W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 80	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	WOODSRUN MIXED PRODUCTS	600.00	Cd	36.65	21,990.00	65.97	39,582.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$21,990.00	BID TOTAL = \$	39,582.00
				ADVANCE PAYMENT =	\$3,298.50		

Mixed Product Description:

Norway Pine Woodsrunk Mixed Products includes: Bolts 80%; Pulpwood 10%; Sawtimber (Softwood Only) 10%.

Season of Operations:

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

Sale Conditions:

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

Marketing Conditions:

Sale is located 5 miles east and 4 miles north of Cass Lake, off the Scenic Hwy. Roads and landings are in place for all three stands. Tree density is variable in these stands, with 10 cds/ac being harvested. 20% of the large stand has been marked as a reference. The balance of that stand will be logger select.

Price Adjustments:

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

Appraiser:

Ernest T. Schmitt

TRACT B8

COUNTY: CLEARWATER

AREA: BEMIDJI AREA

ACRES: 77.0

Permit Number: B014325
Expiration Date: 05/31/2022

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

NWSW,SESW,SWSW of Section 36 - Township 146, Range 36W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 60	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	868.00	Cd	17.95	15,580.60	28.72	24,928.96
+ BASSWOOD	PULP & BOLTS	151.00	Cd	10.95	1,653.45	17.52	2,645.52
+ OAK SPECIES	PULP & BOLTS	62.00	Cd	20.05	1,243.10	32.08	1,988.96
+ ASH	PULP & BOLTS	53.00	Cd	9.20	487.60	14.72	780.16
MAPLE SPECIES	PULP & BOLTS	16.00	Cd	12.60	201.60	12.60	201.60
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$19,166.35	BID TOTAL = \$	30,545.20
				ADVANCE PAYMENT =	\$2,874.95		

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

ANY LISTED SPECIES BIOMASS 600.00 Tons 1.00 600.00

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 2%; Trembling Aspen 98%.
Maple Species Pulp & Bolts includes: Red Maple 60%; Sugar Maple 40%.
Oak Species Pulp & Bolts includes: Bur Oak 98%; Red Oak 2%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.
Basswood Pulp & Bolts includes: Bolts 34%; Pulpwood 54%; Sawlog-Grade 2 (Hardwood) 12%.
Maple Species Pulp & Bolts includes: Bolts 25%; Pulpwood 75%.
Oak Species Pulp & Bolts includes: Bolts 29%; Pulpwood 65%; Sawlog-Grade 2 (Hardwood) 6%.

Season of Operations:

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

Sale Conditions:

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

Marketing Conditions:

Sale is located Approx. 15 miles southwest of Bemidji with access off of Clearwater Co 2.
Summer Potential.

Price Adjustments:

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

Appraiser:

David Fraundorf

TRACT B9 COUNTY: ITASCA AREA: BEMIDJI AREA ACRES: 48.0

Permit Number: B014326
Expiration Date: 05/31/2022

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

NWSW,SESW,SWSW of Section 26; NENW of Section 35; NENE of Section 34; SESE of Section 27 -
Township 148, Range 29W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 70	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	1,065.00	Cd	18.86	20,085.90	32.06	34,143.90
+ BALSAM FIR	PULP & BOLTS	120.00	Cd	14.25	1,710.00	24.23	2,907.60
+ PAPER BIRCH	PULP & BOLTS	100.00	Cd	12.95	1,295.00	22.02	2,202.00
+ ASH	PULP & BOLTS	85.00	Cd	9.30	790.50	15.81	1,343.85

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$23,881.40 BID TOTAL = \$ 40,597.35
 ADVANCE PAYMENT = \$3,582.21

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

ANY LISTED SPECIES	BIOMASS	650.00 Tons	1.00	650.00
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Mixed Species Description:

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

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 35%; Pulpwood 65%.
 Balsam Fir Pulp & Bolts includes: Bolts 25%; Pulpwood 75%.
 Paper Birch Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.

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:

This sale is located about 1 mile west of the public access to Dixon Lake. The trail that leads to the sale starts on dry ground but goes across lowland areas. This sale has a lot of beaver activity along the edges where there are many downed trees to work around. The aspen on the sale is a little smaller on average but has good quality.

40 miles from Bemidji, 50 miles from Grand Rapids, 90 miles from International Falls, and 120 miles from Cloquet.

Price Adjustments:

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

Appraiser:

Joseph D. Blake

TRACT B10

COUNTY: ITASCA

AREA: BEMIDJI AREA

ACRES: 80.0

Permit Number: B014327
Expiration Date: 05/31/2022

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

NWSE, SENW, SWNE, SWNW of Section 2 - Township 148, Range 29W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASH	PULP & BOLTS	350.00	Cd	11.75	4,112.50	11.75	4,112.50
+ BASSWOOD	PULP & BOLTS	195.00	Cd	9.00	1,755.00	9.00	1,755.00
+ ASPEN SPECIES	PULPWOOD	145.00	Cd	15.98	2,317.10	15.98	2,317.10
+ MIXED CONIFERS	PULP & BOLTS	145.00	Cd	14.60	2,117.00	14.60	2,117.00
MIXED HARDWOODS	PULP & BOLTS	35.00	Cd	11.70	409.50	11.70	409.50
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$10,711.10	BID TOTAL = \$ 10,711.10
				ADVANCE PAYMENT =		\$1,606.67	

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

ANY LISTED SPECIES BIOMASS 450.00 Tons 1.00 450.00

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 1%; Trembling Aspen 99%.
Mixed Conifers Pulp & Bolts includes: Balsam Fir 83%; Black Spruce 13%; Tamarack 3%; White Spruce 1%.
Mixed Hardwoods Pulp & Bolts includes: American Elm 1%; Bur Oak 42%; Ironwood 1%; Paper Birch 42%; Red Maple 14%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 52%; Pulpwood 40%; Sawlog-Grade 2 (Hardwood) 8%.
Basswood Pulp & Bolts includes: Bolts 45%; Pulpwood 50%; Sawlog-Grade 2 (Hardwood) 5%.
Mixed Conifers Pulp & Bolts includes: Bolts 60%; Pulpwood 40%.
Mixed Hardwoods Pulp & Bolts includes: Bolts 15%; Pulpwood 85%.

Season of Operations:

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

Sale Conditions:

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

Marketing Conditions:

This is an old hardwood stand that is starting to fall apart. Some trees will have defect. The aspen on the sale is around 75 years old. Many of the aspen are over 20" dbh. About a third of the hardwood thinning area is a lowland ash forest type with some wet areas that can be easily avoided. The other two thirds of the hardwood thinning area is an old upland basswood-balsam-aspen forest type that is falling apart more and more each year.

Access to the sale can be achieved in two ways. The easiest way is across private land to the south of the sale. The long way is across state and USFS land to the east and northeast on a lowland forest trail that already exists.

The sale is located just north of Rosy MN.

50 miles from Bemidji, 50 miles from Grand Rapids, 85 miles from International Falls, and 120 miles from Cloquet.

Price Adjustments:

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

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

Appraiser:

Joseph D. Blake

(Appraisal ID 14376-0; Cutting Block ID 16794-0)

TRACT B11

COUNTY: BELTRAMI

AREA: BEMIDJI AREA

ACRES: 59.0

Permit Number: B014328
Expiration Date: 05/31/2022

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

SESW of Section 23; NENW,NESW,NWNW,NWSE,SENW,SWNE of Section 26; GL01 of Section 27 -
Township 152, Range 32W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 71	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	800.00	Cd	18.90	15,120.00	32.32	25,856.00
+ ASH	PULP & BOLTS	180.00	Cd	8.15	1,467.00	13.94	2,509.20
+ BASSWOOD	PULP & BOLTS	70.00	Cd	8.00	560.00	13.68	957.60
NORTHERN HARDWOODS	PULPWOOD	55.00	Cd	10.10	555.50	10.10	555.50
BALSAM FIR	PULPWOOD	50.00	Cd	11.40	570.00	11.40	570.00
BLACK SPRUCE	PULP & BOLTS	38.00	Cd	17.95	682.10	17.95	682.10
TAMARACK	PULPWOOD	5.00	Cd	5.70	28.50	5.70	28.50
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$18,983.10	BID TOTAL = \$	31,158.90
				ADVANCE PAYMENT =	\$2,847.47		

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

ANY LISTED SPECIES BIOMASS 736.00 Tons 1.00 736.00

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 3%; Trembling Aspen 97%.
Northern Hardwoods Pulpwood includes: American Elm 27%; Paper Birch 73%.

Mixed Product Description:

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

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 in the Saum Ruffed Grouse Management Area, approximately 1 3/4 miles West of the Pioneer Road.

Price Adjustments:

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

Appraiser:

Morgan Lea Michels

TRACT B12

COUNTY: KOOCHICHING

AREA: BEMIDJI AREA

ACRES: 331.0

Permit Number: B014329
Expiration Date: 05/31/2023

Purchased By:
Address:

UNSOLD

GL03, GL04, NESE, NESW, NWSE, SESE, SESW, SWSE of Section 7; NESW, NWSW, SESW, SWSW of Section 8; NENE, NENW, NWNW, NWSE, SENE, SENW, SWNE of Section 18; NWNW of Section 17 - Township 154, Range 28W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ BLACK SPRUCE	PULPWOOD	3,800.00	Cd	10.50	39,900.00	10.50	39,900.00
+ TAMARACK	PULPWOOD	1,200.00	Cd	4.20	5,040.00	4.20	5,040.00
WHITE CEDAR	PULPWOOD	600.00	Cd	4.20	2,520.00	4.20	2,520.00
PAPER BIRCH	PULPWOOD	350.00	Cd	8.40	2,940.00	8.40	2,940.00
BALSAM FIR	PULPWOOD	120.00	Cd	8.40	1,008.00	8.40	1,008.00

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$51,408.00 BID TOTAL = \$ 51,408.00
ADVANCE PAYMENT = \$7,711.20

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

ANY LISTED SPECIES BIOMASS 2,240.00 Tons 1.00 2,240.00

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:

From Kelliher go 8 miles north to Lost River Road. Go 10 miles east, just past Lost River crossing. Go about 6 miles north on winter roads.

Will require 6 miles of winter road maintenance. Contact forester to discuss other access options. A snow/ice bridge will be needed to cross Tamarac River. Some scattered infestations of tamarack bark beetle throughout sale.

Price reduced 30% due to access, bark beetle, and dwarf mistletoe

Sale expiration extended to 4 seasons due to sale size

Price Adjustments:

Road Construction Costs: -15%
Haul Distance to Nearest Mill: -5%
Stand Density: 0%
Operational Constraints: -5%
Other Price Factor: -5% (bark beetle and DMT)

Appraiser:

Michael R. Bates

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

BEMIDJI AREA

The right is reserved to reject any and all bids.

For the Commissioner
MINNESOTA DEPARTMENT OF NATURAL RESOURCES

By: _____
Authorized Signature
Division Of Forestry
Dated: June 12, 2019

- SUMMARY SHEET -

06/12/2019 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 06/12/2019

BEMIDJI AREA

SUMMARY FOR SOLD TRACTS

<u>PRODUCT</u>	<u>SPECIES</u>	<u>TOTAL VOLUME</u>	<u>UNIT</u>	<u>SOLD AVERAGE UNIT PRICE</u>	<u>TOTAL SOLD \$ VALUE</u>
PULP & BOLTS	ASH	668.00	Cd	13.09	8,745.71
	ASPEN SPECIES	2,645.00	Cd	36.46	96,448.60
	PAPER BIRCH	205.00	Cd	20.68	4,238.90
	MAPLE SPECIES	16.00	Cd	12.60	201.60
	RED MAPLE	25.00	Cd	14.30	357.50
	BASSWOOD	466.00	Cd	12.79	5,962.12
	OAK SPECIES	137.00	Cd	33.44	4,581.71
	RED OAK	110.00	Cd	32.92	3,621.20
	NORWAY PINE	805.00	Cd	47.17	37,973.30
	SPRUCE-BALSAM	15.00	Cd	17.15	257.25
	BALSAM FIR	120.00	Cd	24.23	2,907.60
	BLACK SPRUCE	38.00	Cd	17.95	682.10
	MIXED CONIFERS	145.00	Cd	14.60	2,117.00
	MIXED HARDWOODS	190.00	Cd	15.91	3,022.80
	WOODSRUN MIXED PRODUCTS	NORWAY PINE	600.00	Cd	65.97
WOODSRUN CORDWOOD	ASPEN SPECIES	1,470.00	Cd	34.39	50,553.30
PULPWOOD	ASPEN SPECIES	3,698.00	Cd	31.19	115,345.36
	PAPER BIRCH	80.00	Cd	12.00	960.00
	MAPLE SPECIES	20.00	Cd	13.20	264.00
	NORTHERN HARDWOODS	55.00	Cd	10.10	555.50
	BALSAM FIR	110.00	Cd	11.40	1,254.00
	TAMARACK	205.00	Cd	5.02	1,028.50
	MIXED SPRUCE	145.00	Cd	14.25	2,066.25
BIOMASS	ANY LISTED SPECIES (optional)	6,111.00	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 11,968.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 223,680.60
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 382,726.30
TOTAL ACRES SOLD: 596.5
SOLD TRACT NUMBERS: 1, 2, 3, 4, 5, 7, 8, 9, 10, 11
TOTAL NUMBER OF TRACTS SOLD: 10

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	590.00	Cd	8.80	5,192.00
	SPRUCE-BALSAM	61.00	Cd	13.70	835.70
PULPWOOD	ASPEN SPECIES	425.00	Cd	16.60	7,055.00
	PAPER BIRCH	350.00	Cd	8.40	2,940.00
	BALSAM FIR	120.00	Cd	8.40	1,008.00
	BLACK SPRUCE	3,800.00	Cd	10.50	39,900.00
	TAMARACK	1,200.00	Cd	4.20	5,040.00
	WHITE CEDAR	600.00	Cd	4.20	2,520.00
BIOMASS	ANY LISTED SPECIES (optional)	2,920.00	Tons	1.00	2,920.00

- SUMMARY SHEET (Continued) -

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 7,146.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 64,490.70
TOTAL ACRES UNSOLD: 389.0
UNSOLD TRACT NUMBERS: 6, 12
TOTAL NUMBER OF TRACTS UNSOLD: 2
