

MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

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

STATUS: COMPLETED INTERMEDIATE AUCTION - SALE #2 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 12:00 PM on Tuesday, June 2, 2020. All tracts were awarded at the Tower DNR Forestry Office at 1:30 PM on June 2, 2020. in Tower, 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.





MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

INTERMEDIATE AUCTION SEALED BID TIMBER SALE TOWER AREA

SEALED BIDS MUST BE RECEIVED PRIOR TO 12:00 PM on June 2, 2020 Bids will be awarded at the following location: Tower DNR Forestry Office at 1:30 PM on June 2, 2020. in Tower, 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, all bids must be submitted in one or more envelopes, the envelopes should be marked with the auction name. Bid forms may be obtained online at https://www.dnr.state.mn.us/forestry/timbersales/calendar.html or 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 (12:00 PM on June 2, 2020). 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.

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 opening 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

- 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 2, 2021, at the following Area Headquarters: Tower 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: ST. LOUIS AREA: TOWER AREA ACRES: 25.8

Permit Number: X017235 Expiration Date: 05/31/2023

Purchased By: Truaxe Forest Harvesting LLC

Address: 912 1/2 15th St N, Virginia, MN 55792

SWNW of Section 32 - Township 61, Range 16W.

					APPR	AISED	BID %: 76	
S	PECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+	TREMBLING ASPEN	PULPWOOD	320.00	Cd	11.90	3,808.00	20.94	6,700.80
+	MIXED SPRUCE	PULPWOOD	155.00	Cd	11.20	1,736.00	19.71	3,055.05
	PAPER BIRCH	PULPWOOD	15.00	Cd	7.00	105.00	7.00	105.00
	TAMARACK	PULPWOOD	15.00	Cd	4.20	63.00	4.20	63.00
+	BID SPECIES * SOL	D ON APPRAISED VOLUME		APPRAISE ADVANCE F		\$5,712.00 \$856.80	BID TOTA	AL = \$ 9,923.85
Or	otional Timber (<i>may</i>	be purchased with an Ad	dded Timber Agr	eemen				

240.00 Tons

0.65

156.00

Mixed Species Description:

ANY LISTED SPECIES

Mixed Spruce Pulpwood includes: Black Spruce 95%; White Spruce 5%.

BIOMASS

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

Marketing Conditions:

Aspen stands actual cd/acre volume is 20.2.

Black spruce stands actual cd/acre volume is 20.6.

There are three possible options to access this sale. The best access to the sale is 0.5 miles south off of the Pike River Road, across private land, and down the power line. Another access option is a private road 0.75 miles west off of Hwy 169 across private and county land. The sale can also be accessed 1.8 miles north off of County Rd 304 (Poirier Road) up the power line.

Price Adjustments:

Road Construction Costs: -15% Haul Distance to Nearest Mill: -10%

Stand Density: -5%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Brian M. Feldt

TRACT X2 COUNTY: ST. LOUIS AREA: TOWER AREA ACRES: 59.5

Permit Number: X017236 Expiration Date: 05/31/2023

Purchased By: John Rolle Logging Inc.

Address: 1200 - 5th Ave. NW, Chisholm, MN 55719

NWNW,NWSW,SWNW of Section 14; NESE,NWSE,SWNE of Section 15 - Township 63, Range 21W.

					APPR	AISED	BID	%: 75
SPECIES		PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TREMBLING	ASPEN	PULPWOOD	1,600.00	Cd	18.70	29,920.00	32.73	52,368.00
+ MIXED SPR	UCE	PULPWOOD	480.00	Cd	17.60	8,448.00	30.80	14,784.00
BALSAM FII	₹	PULPWOOD	50.00	Cd	15.40	770.00	15.40	770.00
TAMARACK		PULPWOOD	40.00	Cd	6.60	264.00	6.60	264.00
LOWLAND HARDWOO	DS	PULPWOOD	10.00	Cd	8.80	88.00	8.80	88.00
+ BID SPECIES	* SO	OLD ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$39,490.00 \$5,923.50	BID TOTA	_ = \$ 68,274.00

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

ANY LISTED SPECIES BIOMASS 1,280.00 Tons 0.65 832.00

Mixed Species Description:

Lowland Hardwoods Pulpwood includes: Ash 50%; Paper Birch 50%. Mixed Spruce Pulpwood includes: Black Spruce 35%; White Spruce 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 Private and State land.
- Permission to cross Private land must be obtained by permittee.

Marketing Conditions:

Access is off of the S. Willow River Rd. The base price is bumped up 10% due to cords per acre.

Price Adjustments:

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

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

Appraiser:

Terry R. Bergstrom

(Appraisal ID 15845-0; Cutting Block ID 18480-0)

TRACT X3 COUNTY: ST. LOUIS AREA: TOWER AREA ACRES: 55.3

Permit Number: X017237 Expiration Date: 05/31/2023

Purchased By:
Address:

NESE, SESE, SWSE of Section 2; GL12 of Section 1; NENW of Section 11 - Township 65, Range 15W.

	SPECIES	PRODUCT	VOLUME	UNIT	APPR UNIT PRICE	\$ VALUE	BID: UNIT PRICE	\$ VALUE
+	MIXED SPRUCE	PULPWOOD	390.00	Cd	12.80	4,992.00	12.80	4,992.00
+	JACK PINE	PULP & BOLTS	375.00	Cd	14.00	5,250.00	14.00	5,250.00
+	TREMBLING ASPEN	PULPWOOD	300.00	Cd	13.60	4,080.00	13.60	4,080.00
+	BALSAM FIR	PULPWOOD	100.00	Cd	11.20	1,120.00	11.20	1,120.00
	MIXED HARDWOODS	PULPWOOD	20.00	Cd	8.00	160.00	8.00	160.00
	+ BID SPECIES * SOLE	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$15,602.00 \$2,340.30	BID TOTAI	L = \$ 15,602.00

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

ANY LISTED SPECIES BIOMASS 600.00 Tons 0.65 390.00

Mixed Species Description:

Mixed Hardwoods Pulpwood includes: Paper Birch 95%; Red Maple 5%. Mixed Spruce Pulpwood includes: Black Spruce 98%; White Spruce 2%.

Mixed Product Description:

Jack Pine Pulp & Bolts includes: Bolts 70%; Pulpwood 30%.

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:

Sale is located near the Little Indian Sioux River approximately 30 miles NW of Ely or 18 miles east of Buyck. Price reduced for winter only access on upland ground.

Price Adjustments:

Road Construction Costs: 0% Haul Distance to Nearest Mill: -10%

Stand Density: 0%

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

Appraiser:

Keith Flood

(Appraisal ID 15585-0; Cutting Block ID 18192-0)

TRACT X4 COUNTY: ST. LOUIS AREA: TOWER AREA ACRES: 28.9

Permit Number: X017238 Expiration Date: 05/31/2023

Purchased Over-the-Counter Date: 06/04/2020

Purchased By: Lyle Sunne

Address: 7232 Morris Thomas Road, Cloquet, MN 55720

NENE, SENE, SENW, SWNE of Section 36 - Township 66, Range 19W.

			APPR	AISED	BID %: 0			
3	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE		VALUE
+	NORWAY PINE	PULP & BOLTS	490.00	Cd	15.98	7,830.20	15.98	7,830.20
+	WHITE PINE	PULP & BOLTS	46.00	Cd	11.73	539.58	11.73	539.58
+	WHITE SPRUCE	PULP & BOLTS	38.00	Cd	13.84	525.92	13.84	525.92
	PAPER BIRCH	PULPWOOD	14.00	Cd	7.50	105.00	7.50	105.00
	TREMBLING ASPEN	PULPWOOD	13.00	Cd	12.75	165.75	12.75	165.75
	BALSAM FIR	PULPWOOD	7.00	Cd	10.50	73.50	10.50	73.50
	JACK PINE	PULPWOOD	2.00	Cd	5.25	10.50	5.25	10.50
+	- BID SPECIES * SOL	D ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$9,250.45 \$1,387.57	BID TOTAL =	= \$ 9,250.45

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

ANY LISTED SPECIES BIOMASS 320.00 Tons 0.65 208.00

Mixed Product Description:

Norway Pine Pulp & Bolts includes: Bolts 65%; Pulpwood 35%. White Pine Pulp & Bolts includes: Bolts 54%; Pulpwood 46%. White Spruce Pulp & Bolts includes: Bolts 41%; Pulpwood 59%.

Season of Operations:

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

Sale Conditions:

- Access is across USFS and state land.

Marketing Conditions:

Sale can be accessed off of County Rd. 180 and then through Forest Road 601D.

Sale is summer accessible.

Sale price has been reduced by 25% due to first entry thinning of Norway pine

Sale was appraised by Cassie DeMillo and Andrew Erickson.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0%

Other Price Factor: -25% (first entry thinning of Norway pine)

Appraiser:

Andrew J. Erickson

TRACT X5 COUNTY: ST. LOUIS AREA: TOWER AREA ACRES: 14.5

Permit Number: X017239 Expiration Date: 05/31/2023

Purchased By: Rutar Logging LLC.

Address: 5601 River Road, Buyck, MN 55771

NESW of Section 32 - Township 67, Range 17W.

			APPR	AISED	BID %: 1			
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	ASPEN SPECIES	PULPWOOD	200.00	Cd	16.50	3,300.00	16.67	3,334.00
+	· WHITE PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	53.00	Cd	37.00	1,961.00	37.37	1,980.61
	BALSAM FIR	PULPWOOD	44.00	Cd	14.00	616.00	14.00	616.00
	WHITE SPRUCE	PULP & BOLTS	25.00	Cd	19.30	482.50	19.30	482.50
	MIXED HARDWOODS	PULPWOOD	18.00	Cd	10.00	180.00	10.00	180.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				ED TOTAL = PAYMENT =	\$6,539.50 \$980.93	BID TOTAL	= \$ 6,593.11	

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

ANY LISTED SPECIES BIOMASS 185.00 Tons 0.65 120.25

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 16%; Trembling Aspen 84%. Mixed Hardwoods Pulpwood includes: Paper Birch 88%; Red Maple 12%.

Mixed Product Description:

White Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 26%; Pulpwood 31%; Sawtimber (Softwood Only) 43%. White Spruce Pulp & Bolts includes: Bolts 55%; Pulpwood 45%.

Season of Operations:

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

Sale Conditions:

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

Marketing Conditions:

Sale has great access on the Vermilion Falls Road

Appraised by Cassandra DeMillo and Andrew Erickson

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Cassandra DeMillo

(Appraisal ID 15790-0; Cutting Block ID 18437-0)

06/02/2020 INTERMEDIATE AUCTION - SALE #2

TRACT X6 COUNTY: ST. LOUIS AREA: TOWER AREA ACRES: 20.9

Permit Number: X017240 Expiration Date: 05/31/2023

Purchased By: Wagner Construction Inc.

Address: 3151 Highway 53, International Falls, MN 56649

NESW of Section 11 - Township 67, Range 20W.

						AISED	BID %: 63	
SPECIE	·s	PRODUCT	VOLUME	UNIT	UNIT	\$ VALUE	UNIT PRICE	\$ VALUE
						 .		
	EN SPECIES	PULPWOOD	425.00		20.25	8,606.25	33.01	14,029.25
+ MIXE	D HARDWOODS	PULPWOOD	120.00	Cd	12.00	1,440.00	19.56	2,347.20
BALS	SAM FIR	PULPWOOD	30.00	Cd	16.80	504.00	16.80	504.00
+ BID SPE	ECIES * SOLD	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$10,550.25 \$1,582.54	BID TOTAL	_ = \$ 16,880.45

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

ANY LISTED SPECIES BIOMASS 277.00 Tons 0.65 180.05

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 5%; Largetooth Aspen 3%; Trembling Aspen 92%. Mixed Hardwoods Pulpwood includes: Paper Birch 60%; Red Maple 40%.

Season of Operations:

- Conduct sale operations on dry/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:

Excellent access right off the road from USFS 611 (connects to Sheep Ranch road).

Permission to use USFS 611 must be obtained by permittee.

Price Adjustments:

Road Construction Costs: +10% Haul Distance to Nearest Mill: +5%

Stand Density: +5%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Andrew J. Broz

(Appraisal ID 15337-0; Cutting Block ID 17792-0)

TRACT X7 COUNTY: ST. LOUIS AREA: TOWER AREA ACRES: 43.9

Permit Number: X017241 Expiration Date: 05/31/2023

Purchased By: DeLack Logging Inc.

Address: PO Box 354, Littlefork, MN 56653

NENW,NWSW,SENW,SWNW of Section 36 - Township 67, Range 21W.

NENW,NWNW of Section 36 - Township 67, Range 21W.

					BID %: 0	
PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	695.00	Cd	50.60	35,167.00	50.60	35,167.00
PULPWOOD	290.00	Cd	17.60	5,104.00	17.60	5,104.00
PULPWOOD	50.00	Cd	6.60	330.00	6.60	330.00
PULPWOOD	25.00	Cd	15.40	385.00	15.40	385.00
PULPWOOD	25.00	Cd	11.00	275.00	11.00	275.00
PULPWOOD	5.00	Cd	18.70	93.50	18.70	93.50
+ BID SPECIES * SOLD ON APPRAISED VOLUME		APPRAISED TOTAL =		\$41,354.50	• • •	
	WOODSRUN SAWTIMBER (SOFTWOOD ONLY) PULPWOOD PULPWOOD PULPWOOD PULPWOOD PULPWOOD	WOODSRUN SAWTIMBER 695.00 (SOFTWOOD ONLY) PULPWOOD 290.00 PULPWOOD 50.00 PULPWOOD 25.00 PULPWOOD 25.00 PULPWOOD 50.00 PULPWOOD 50.00	WOODSRUN SAWTIMBER 695.00 Cd (SOFTWOOD ONLY) PULPWOOD 290.00 Cd PULPWOOD 50.00 Cd PULPWOOD 25.00 Cd PULPWOOD 25.00 Cd PULPWOOD 55.00 Cd PULPWOOD 50.00 Cd PULPWOOD 50.00 Cd	WOODSRUN SAWTIMBER 695.00 Cd 50.60 (SOFTWOOD ONLY) PULPWOOD 290.00 Cd 17.60 PULPWOOD 50.00 Cd 6.60 PULPWOOD 25.00 Cd 15.40 PULPWOOD 25.00 Cd 11.00 PULPWOOD 50.00 Cd 18.70 FOLD ON APPRAISED VOLUME APPRAISED TOTAL =	WOODSRUN SAWTIMBER 695.00 Cd 50.60 35,167.00 (SOFTWOOD ONLY) PULPWOOD 290.00 Cd 17.60 5,104.00 PULPWOOD 50.00 Cd 6.60 330.00 PULPWOOD 25.00 Cd 15.40 385.00 PULPWOOD 25.00 Cd 11.00 275.00 PULPWOOD 50.00 Cd 11.00 275.00 PULPWOOD 50.00 Cd 18.70 93.50 CD APPRAISED VOLUME APPRAISED TOTAL = \$41,354.50	WOODSRUN SAWTIMBER 695.00 Cd 50.60 35,167.00 50.60 (SOFTWOOD ONLY) PULPWOOD 290.00 Cd 17.60 5,104.00 17.60 PULPWOOD 50.00 Cd 6.60 330.00 6.60 PULPWOOD 25.00 Cd 15.40 385.00 15.40 PULPWOOD 25.00 Cd 11.00 275.00 11.00 PULPWOOD 50.00 Cd 18.70 93.50 18.70

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

ANY LISTED SPECIES BIOMASS 497.00 Tons 0.65 323.05

Mixed Product Description:

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 20%; Pulpwood 15%; Sawtimber (Softwood Only) 65%.

Cutting and Felling:

- Fell all live black spruce equal to or greater than 5 feet tall (Cutting Block 2).

Season of Operations:

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

Sale Conditions:

- Access is across state land (Cutting Block 1).
- Access is across state and industry land (Cutting Block 2).
- Permission to cross industry land must be obtained by permittee (Cutting Block 2).
- Permission to use U.S.F.S. road 614 (Ulland Pit Rd.) and 614C will need to be obtained by permittee (Cutting Block 1).

Marketing Conditions:

Great access off the Ulland Pit road, and adjoining USFS road.

Cutting block #1 (Norway pine) has underplanted white pine saplings, approximately 6-12ft in size, located mostly in old skid trails. Operators will be expected to work with the TSA on best possible harvest methods that preserve future crop.

Price Adjustments:

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

Stand Density: +5%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Andrew J. Broz

06/02/2020 INTERMEDIATE AUCTION - SALE #2

TRACT X8 COUNTY: ST. LOUIS AREA: TOWER AREA ACRES: 47.8

Permit Number: X017242 Expiration Date: 05/31/2023

Purchased By: Wagner Construction Inc.

Address: 3151 Highway 53, International Falls, MN 56649

NENE, SENE of Section 14; NWNW, SWNW of Section 13 - Township 68, Range 21W.

						AISED	BID %: 71	
SPECIES		PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
ASPEN SPECI	ES	PULPWOOD	1,100.00	Cd	19.52	21,472.00	33.38	36,718.00
BALSAM FIR		PULPWOOD	190.00	Cd	16.10	3,059.00	16.10	3,059.00
ASH		PULPWOOD	30.00	Cd	6.90	207.00	6.90	207.00
PAPER BIRCH		PULPWOOD	10.00	Cd	11.50	115.00	11.50	115.00
+ BID SPECIES	*	SOLD ON APPRAISED VOLUME		APPRAIS	ED TOTAL =	\$24,853.00	BID TOTAL	L = \$ 40,099.00
			Α	DVANCE	PAYMENT =	\$3,727.95		

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

ANY LISTED SPECIES BIOMASS 625.00 Tons 0.75 468.75

Mixed Species Description:

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

Season of Operations:

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

Sale Conditions:

- Access is across state land.
- Provisions of access and /or water crossing permits will become part of sale terms and conditions for this sale.

Marketing Conditions:

Discounted 5% for winter only harvest.

Price Adjustments:

Road Construction Costs: +10% Haul Distance to Nearest Mill: +5%

Stand Density: +5%

Operational Constraints: -5% Other Price Factor: 0%

Appraiser:

Edward A. Schoon

(Appraisal ID 15814-0; Cutting Block ID 18468-0)

TRACT X9 COUNTY: ST. LOUIS AREA: TOWER AREA ACRES: 41.3

Permit Number: X017243 Expiration Date: 05/31/2023

Purchased By: L & L Constructors Inc.

Address: 4471 Hwy 11, International Falls, MN 56649

NESW,NWSE,NWSW,SESW,SWSW of Section 12; NESE,NWSE,SESE,SWSE of Section 11 - Township 68,

Range 21W.

					APPF	APPRAISED		%: 16	
						UNIT		UNIT	
S	PECIES		PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+	ASPEN SPECIES		PULPWOOD	370.00	Cd	18.57	6,870.90	21.54	7,969.80
+	MIXED SPRUCE		PULP & BOLTS	320.00	Cd	19.32	6,182.40	22.41	7,171.20
	BALSAM FIR		PULPWOOD	65.00	Cd	15.40	1,001.00	15.40	1,001.00
+	BID SPECIES	*	SOLD ON APPRAISED VOLUME		APPRAIS	ED TOTAL =	\$14,054.30	BID TOTAL	_ = \$ 16,142.00
				А	DVANCE	PAYMENT =	\$2,108.15		

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

ANY LISTED SPECIES BIOMASS 330.00 Tons 0.65 214.50

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 4%; Largetooth Aspen 2%; Trembling Aspen 94%.

Mixed Spruce Pulp & Bolts includes: Black Spruce 7%; White Spruce 93%.

Mixed Product Description:

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

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:

Stand 135 is an aspen clear-cut. Reserve spruce in this stand as well as species as listed above. Lop & scatter slash to within 2 feet of ground across site. Approximately 60% of stand may be dry summer accessible. Some steeper slopes and rocks in this stand.

Stand 150 is a spruce strip thinning. Cut 15' strip every 45' and reach into leave strips and thin to approximately 90 square feet of basal area. Current basal area is 135. Lop and scatter slash throughout site. Approximately 70% of stand may be dry summer accessible. Reserve species as listed above.

Stands 173 and 175 are mature spruce clear-cuts with reserve species as listed above. Pile slash tightly on landings and at least 50 feet from standing timber. Keep stump heights as low as possible to facilitate future site prep for planting. Approximately 60% of stand may be dry summer accessible.

Spruce price is discounted 5% for thinning in stand 150.

Price Adjustments:

Road Construction Costs: +10% Haul Distance to Nearest Mill: +5%

Stand Density: -5%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Edward A. Schoon

COMPLETED - DATA AS OF 06/16/2020

(Appraisal ID 15822-0; Cutting Block ID 18470-0)

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

TOWER AREA - ORR FIELD STATION

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 2, 2020

TOWER AREA

	SUMMARY FOR S	SOLD TRACTS			
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	WHITE PINE	46.00	Cd	11.73	539.58
	NORWAY PINE	490.00	Cd	15.98	7,830.20
	WHITE SPRUCE	63.00	Cd	16.01	1,008.42
	MIXED SPRUCE	320.00	Cd	22.41	7,171.20
PULPWOOD	ASH	30.00	Cd	6.90	207.00
	LOWLAND HARDWOODS	10.00	Cd	8.80	88.00
	ASPEN SPECIES	2,095.00	Cd	29.62	62,051.05
	TREMBLING ASPEN	1,938.00	Cd	30.61	59,328.05
	PAPER BIRCH	64.00	Cd	9.38	600.00
	JACK PINE	2.00	Cd	5.25	10.50
	BALSAM FIR	411.00	Cd	15.59	6,408.50
	BLACK SPRUCE	290.00	Cd	17.60	5,104.00
	TAMARACK	105.00	Cd	6.26	657.00
	MIXED SPRUCE	635.00	Cd	28.09	17,839.05
	MIXED HARDWOODS	138.00	Cd	18.31	2,527.20
BIOMASS	ANY LISTED SPECIES (optional)	3,754.00	Tons	_	0.00
WOODSRUN SAWTIMBER	WHITE PINE	53.00	Cd	37.37	1,980.61
(SOFTWOOD ONLY)	NORWAY PINE	695.00	Cd	50.60	35,167.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 7,385.00

TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 151,804.00

TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 208,517.36

TOTAL ACRES SOLD: 282.6

SOLD TRACT NUMBERS: 1, 2, 4, 5, 6, 7, 8, 9

TOTAL NUMBER OF TRACTS SOLD: 8

	SUMMARY FOR UN	SOLD TRACTS			
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
PULP & BOLTS	JACK PINE	375.00	Cd	14.00	5,250.00
PULPWOOD	TREMBLING ASPEN	300.00	Cd	13.60	4,080.00
	BALSAM FIR	100.00	Cd	11.20	1,120.00
	MIXED SPRUCE	390.00	Cd	12.80	4,992.00
	MIXED HARDWOODS	20.00	Cd	8.00	160.00
BIOMASS	ANY LISTED SPECIES (optional)	600.00	Tons	0.65	390.00

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 1,185.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$15,602.00
TOTAL ACRES UNSOLD: 55.3
UNSOLD TRACT NUMBER: 3
TOTAL NUMBER OF TRACTS UNSOLD: 1