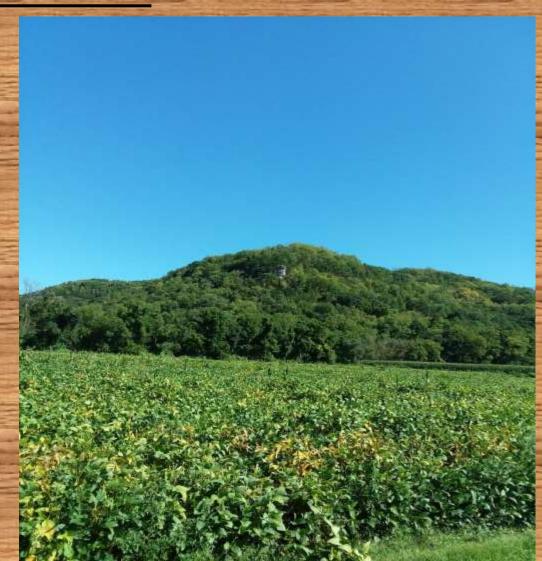


WHAT ARE MY TREES WORTH?

By: John Withers, Procurement Forester for Meister Log & Lumber

Understanding the factors that determine the value of your trees

- Introduction
- Species
- Volume
- Quality Factors
- Harvest Costs
- Transportation Costs
- Inventory Costs
- Milling Costs
- Markets (Veneer, Lumber, Residues)
- Other



Species

- What type of trees do I have?
 - Different species have different values
 - Walnut
 - Hard Maple
 - White Oak
 - Cherry
 - Red Oak
 - Hickory, Ash, Soft Maple
 - Elm, Aspen, other









Volume

- Volume is a function of length and diameter
 - Trees are scaled by measuring DBH and merchantable height
 - · Logs are scaled by measuring dib on the small end and length
 - Scale deductions are taken for rot, sweep, and other defects
- Different Log Rules
 - Scribner Dec. C- used in WI, MN, UP of MI
 - Doyle- Used in IA, IL and most other hardwood regions. Most walnut is scaled in Doyle





Quality

- Factors that determine quality
 - Past land use
 - Aspect
 - Soil type
 - Stand structure



Quality

- Quality is expressed by the grade of a log
 - Grades are determined by diameter, length, and number and type of defects
 - Veneer grades typically have the most value
 - Sawlog grades are derived from lumber grades







Harvesting Costs

- Operability
 - Road Work
 - Felling
 - Skidding
 - Landing sites





Transportation Costs

- Trucking Related Costs
 - Truck Costs
 - Fuel Costs
 - Repair Costs
 - Insurance Costs
- Prehauling?



Inventory Costs

- Cash Flow Management
 - What type of log supply is needed?
 - Winter
 - Breakup
 - Summer/Fall
- Down payments
- Interest rates



Milling Costs

- Capitol Investment
 - Buildings
 - Equipment
- Labor
 - Wages
 - Taxes
 - Workers Compensation
- Employee Benefits
- Other



Markets

- Veneer
 - Rotary vs. Slicer
 - Domestic vs. Export
- Lumber
 - Grades (Lumber, Ties, Cants)
- Residues
 - Sawdust
 - Bark
 - Chips





Other

- Sale Specifics
 - Volume
 - Species mix
 - Payment terms
 - Length of contract
 - Harvest restrictions
 - Potential hazards

Volume Estimate (Board Feet-Scribner Log Rule)

| Species | #Trees | Diameter | | | | | | | | Board Feet | |
|------------|--------|----------|------|------|------|------|------|--------------------|---------------|---|--|
| | | 12 | . 14 | 16 | 18 | 20 | 22 | 24+ | Total | Ave. | |
| ash | 32 | 0 | 1828 | 694 | 1736 | 336 | 0 | 0 | 4595 | 144 | |
| aspen | 53 | 578 | 1490 | 3292 | 1656 | 908 | 0 | 0 | 7925 | 150 | |
| basswood | 12 | 0 | 316 | 702 | 480 | 286 | 534 | 620 | 2938 | 245 | |
| cherry | 4 | 0 | 247 | 0 | 74 | 0 | 0 | 0 | 321 | 80 | |
| elm | 2 | 0 | 0 | 185 | 166 | 0 | 0 | 0 | 351 | 176 | |
| hackberry | 4 | 0 | 228 | 344 | 0 | 0 | 0 | 0 | 572 | 143 | |
| maple, red | 45 | 0 | 1457 | 1315 | 707 | 157 | 388 | 2520 | 6544 | 100000000000000000000000000000000000000 | |
| oak, red | 68 | 0 | 1388 | 1491 | 1854 | 2177 | 1594 | 7022 | 15526 | 145 | |
| oak, white | 40 | 0 | 773 | 857 | 951 | 1879 | 1268 | CONTROL CONTROL OF | | 228 | |
| Totals | 260 | 578 | 7728 | 8880 | 7624 | 5744 | 3784 | 2108 12270 | 7836 46608 | 196 | |

*Cordwood Estimate: Mixed Hardwood 165 cords

*Cordwood estimate is derived from cruise data and from 1 cord/1000 board foot tally

General Harvest Description:

This 27-acre harvest is on level and moderately steep terrain on loam soils. The northern two-thirds of the area is marked as a group selection harvest to favor a future all-aged structure. The southern one-third is marked as an improvement thinning. A few small oak mortality pockets have been marked for salvage and to slow disease spread. Ash and elm have been targeted for harvest due to Emerald Ash Borer and Dutch Elm Disease concerns. Aspen has been targeted due to its mature/overmature condition. Marked pulpwood/firewood and cull trees will be felled during the harvest operation or by the landowner post-harvest. Red oak quality is average to very good with an average volume per tree of 228 board feet. White oak quality is average to good and averages 196 board feet. Harvest access is generally very good. Some trail construction may be needed.

. Conditions Specific to This Sale:

- Logging operations are permitted only when the ground is dry or frozen.
- Timber sale contract end date will be March 31st, 2020.
- No harvest activity is permitted April 1 to July 15 due to oak wilt restrictions.
- Harvest activity is permitted during the deer bow and gun seasons.
- This sale is in the Managed Forest Law.

** HARVEST MAP AND LOCATION ON REVERSE SIDE OF THIS PAGE **

| Species | #Trees | | Board Feet | | | | | | |
|------------|--------|------|------------|------|------|------|-----|-------|------|
| | | 14 | 16 | 18 | 20 | 22 | 24+ | Total | Ave. |
| aspen | 4 | 0 | 135 | 222 | 227 | 358 | 0 | 941 | 235 |
| basswood | 1 | 44 | 0 | 0 | 0 | 01 | 0 | 44 | 44 |
| cherry | 6 | 161 | 184 | 166 | 94 | 0 | 0 | 605 | 101 |
| elm | 6 | 138 | 330 | 0 | 0 | 0 | 0 | 468 | 78 |
| hickory | 2 | 69 | 0 | 166 | 0 | 0 | 0 | 235 | 118 |
| maple, red | 11 | 161 | 756 | 375 | 0 | 338 | 0 | 1630 | 148 |
| oak, black | 37 | 626 | 1123 | 1285 | 968 | 942 | 585 | 5529 | 149 |
| oak, burr | 3 | 83 | 95 | 0 | 0 | 0 | 0 | 178 | 59 |
| oak, red | 16 | 161 | 501 | 908 | 484 | 856 | 0 | 2910 | 182 |
| oak, white | 39 | 1251 | 1350 | 443 | 0 | 0 | 0 | 3044 | 78 |
| wainut | 1 | 0 | 0 | 0 | 0 | 398 | 0 | 398 | 398 |
| Totals | 126 | 2693 | 4474 | 3564 | 1773 | 2892 | 585 | 15982 | 127 |

General Harvest Description:

This approximately 15-acre harvest is located on moderately steep terrain on silt loam soils. All stands are marked as an individual tree/patch selection harvest. Approximately 75% of the volume is oak. There is also one good quality black walnut in the northwest part of the sale area. Access to harvest area is up driveway off Helgerson Hill Rd., up driveway (Mickley Dr.) then east beyond the house and buildings and east out the ridge top. Access to entire sale area is good from the adjacent field. A potential landing is identified on map.

Conditions Specific to This Sale:

- Logging operations are permitted when the ground is dry or frozen.
- Timber sale contract end date will be March 31st, 2020.
- 3. Harvest activity is prohibited from September 1 through 21/31 annually.
- Oak wilt restrictions apply (no harvest activity April 1 to July 15).
- 5. This sale is in the Managed Forest Law. MFL cutting notice has been submitted and approved.

** HARVEST MAP AND LOCATION ON REVERSE SIDE OF THIS PAGE **

Questions



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