



TENNESSEE FOREST PRODUCTS BULLETIN



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<http://tn.gov/agriculture/forestry>

***A CONDENSED REPORT ON FOREST PRODUCTS, PRICES, SPECIFICATIONS, EQUIPMENT,
UTILIZATION NEWS, ETC.***

MARKET REPORT

According to figures released in January by the U.S. Department of Housing and Urban Development, builders ended 2011 with a third straight year of dismal home construction and the worst on record for single-family home building.

The Department reports that builders started just 606,900 homes in 2011. That's up slightly from 587,000 in 2010 and 554,000 in 2009, the worst year on record in 50 years. In a healthy market, about 1.2 million homes are started each year.

Single family homes are key to a housing rebound, since they account for roughly 70 percent of the market.

Though new homes represent just 20 percent of the overall housing market, they have a big impact on our economy. According to the National Association of Home Builders, each new home constructed creates an average of three jobs for a year and generates about \$90,000 in taxes.

After previous recessions, housing accounted for at least 15 percent of U.S. economic growth. Since 2009, it has contributed just four percent.

Housing has been at the epicenter of one of the worst financial crises in generations, which began when banks started to take a hit from rising defaults in the mortgage sector in the summer of 2007. Nevada, Arizona and Florida have been among the hardest hit states.

Delivered Forest Product Prices in Tennessee

January – March, 2012

Product	Specifications**	Prices	Region
Cedar Logs	Length-6' to 12' and min DIB 4" at small end	\$55.00/ton (also \$370/MBF Cedar 2/3 Rule) Market poor	II
Crosstie Logs	Length-8' 8" min DIB 11" and up Must be sound on both ends	<u>Oak</u> Grade 1: \$350/MBF Doyle Grade 2: \$275/MBF Doyle <u>Mixed Hardwoods</u> Grade 1: \$300/MBF Doyle Grade 2: \$250/MBF Doyle Need tie logs	I, II & III
Hickory Handle Logs	Each mill will have their own requirements. Better/different than Hickory sawlogs on page 4.	Grade 1: \$415+/MBF Doyle Grade 2: \$265+/MBF Doyle Grade 3: \$150/MBF Doyle Need some logs	I, II & III
White Oak Stave Logs	White Oak-Length: 8 ½' min and add on 2' increments (allow 1 knot per 3' of length", and min. DIB 12" at small end)	Grade 1: \$750/MBF Doyle Grade 2: \$600/MBF Doyle Grade 3: \$500/MBF Doyle Need some logs	I, II & III
Paulownia Logs	Min. length 8' and Min. DIB 8" at small end (Must be slow grown – prefer 8-10 growth rings per inch); season Oct- April	\$1,000.00 to \$3,000.00/MBF Doyle (Depending on grade) Market poor, buying quality logs	I, II III
Pine Pulpwood	Pine: Diameter, length, and species may vary with purchasing company. Consult firm first before cutting	\$25/ton or \$58.85/cord \$26/ton or \$69.55/cord (5350 lbs./ cord) (Gatewood Price)	II & III

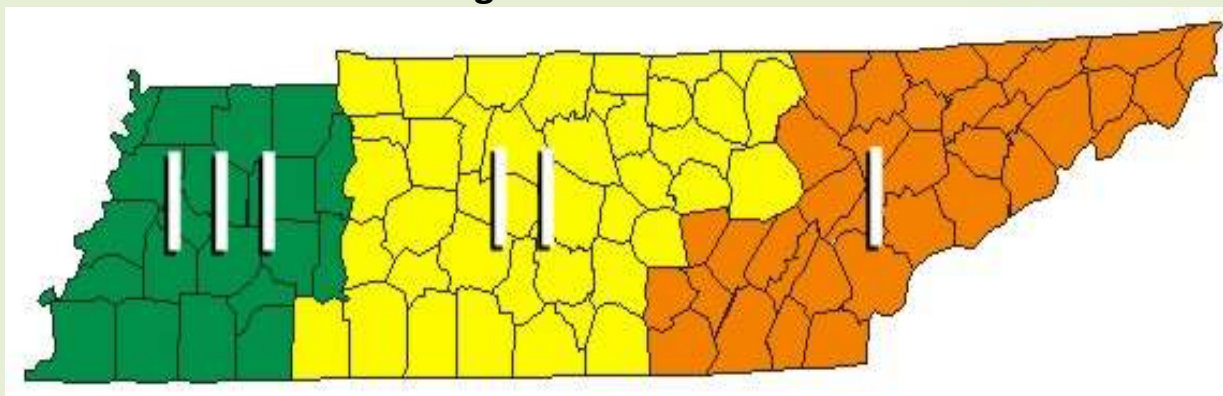
Hardwood Pulpwood	Hardwood: Diameter, length, and species may vary with purchasing_company. Consult firm first before cutting	\$26/ton or \$84.10/cord	I
		\$26.50/ton or \$76.85/cord (5800 lbs. cord Gatewood Price)	II & III
Softwood Logs	Length: 8'-16' and min DIB 6" at small end	SY Pine: \$125/MBF Doyle White Pine: \$225+/MBF Doyle Hemlock: \$180+/MBF Doyle SY Pine CNS: \$25/ton SY Pine Sawlog: \$35/ton Market very poor.	I & II
Veneer Logs	Prime logs only (specifications vary with buyer). Season: Oct to April	Red Oak: \$600-\$900/MBF Doyle White Oak: \$600-\$1,200/MBF Doyle Walnut and Cherry: \$1,000-\$2,500-/MBF Doyle	I, II & III

*Information is taken from a survey of randomly selected wood-using industries in Tennessee

**Specifications vary with industries

***All prices are regional averages and are delivered prices per MBF Doyle unless otherwise indicated. They are subject to change and will vary locally. ("+" indicates an increase since our last bulletin; "-" indicates a decrease)

Regions of Tennessee



Hardwood Sawlogs*

Species	Region I	Region II	Region III
Red Oak	Grade 1: \$510- Grade 2: \$388+ Grade 3: \$217-	Grade 1: \$554 Grade 2: \$381 Grade 3: \$275+	Grade 1: \$525+ Grade 2: \$438+ Grade 3: \$294
White Oak	Grade 1: \$578- Grade 2: \$387- Grade 3: \$217-	Grade 1: \$638 Grade 2: \$444 Grade 3: \$195	Grade 1: \$517- Grade 2: \$405+ Grade 3: \$282-
Ash	Grade 1: \$385- Grade 2: \$261- Grade 3: \$177-	Grade 1: \$475 Grade 2: \$319 Grade 3: \$231	Grade 1: \$455+ Grade 2: \$390+ Grade 3: \$258+
Yellow Poplar	Grade 1: \$293- Grade 2: \$212- Grade 3: \$156-	Grade 1: \$349 Grade 2: \$249 Grade 3: \$201+	Grade 1: \$287- Grade 2: \$230- Grade 3: \$185-
Walnut	Grade 1: \$775- Grade 2: \$563- Grade 3: \$372-	Grade 1: \$1375 Grade 2: \$525 Grade 3: \$269	Grade 1: \$1050+ Grade 2: \$567+ Grade 3: \$350+
Cherry	Grade 1: \$500- Grade 2: \$325- Grade 3: \$184-	Grade 1: \$463 Grade 2: \$250 Grade 3: \$184	Grade 1: \$600- Grade 2: \$308- Grade 3: \$175-
Hard Maple	Grade 1: \$470- Grade 2: \$326- Grade 3: \$207-	Grade 1: \$542 Grade 2: \$363 Grade 3: \$244	Grade 1: \$ 0 Grade 2: \$217+ Grade 3: \$83-
Hickory	Grade 1: \$313 Grade 2: \$258- Grade 3: \$175-	Grade 1: \$396 Grade 2: \$238- Grade 3: \$194	Grade 1: \$ 0 Grade 2: \$233+ Grade 3: \$133-
Miscellaneous Hardwoods	Average: \$67-	Average: \$88	Average: \$67-

**Specifications: (Length: 8'-16'; and Min. DIB 8 " at small end) Delivered Price
Prices quoted are per thousand board feet (MBF) Doyle Rule delivered to mill
Increase from last quarter (+); Decrease from last quarter (-)*



Wanted to Buy:

- ❖ **Loblolly or shortleaf pine for utility poles:** 36 foot to 76 foot in length (length is determined by diameter). Roadside pricing. Call Doug Curry, Bell Timber for specifications and details. 715-418-9333.
- ❖ **Logs for Export:** An exporting company based out of Southern Illinois is interested in buying veneer logs for export. Any information or bid proposals can be e-mailed to swsveneer@gmail.com or call Derek Wilson at 618-559-7568.

For Sale:

- ❖ **SCHAEFER ENTERPRISES OF WOLF LAKE, INC** –Rely on our experience, established in 1967. Used Parts Shipped Daily for Log Skidders, Crawlers, Loader Backhoes, Excavators, Wheel Loaders and Skid Steers. We have many reconditioned engines and transmissions that are Dyno-Tested. Rebuilt winches, final drives and used tires. If we do not have a part – we can locate it for you on one of our three nationwide parts locators. Contact a parts professional at: (618) 833-5498 or (800) 626-6046. We are located at 4535 State Route 3 North, Wolf Lake, IL 62998. Check out our inventory at – www.sewlparts.com or you may send email requests to parts@sewlparts.com.

The Tennessee Forest Products Bulletin welcomes those items that you are looking to buy or sell in The Trading Post. Contact Debra Dawson: Debra.Dawson@tn.gov; 615-837-5540; 615-837-5003 (Fax) with your submissions.