



MINNESOTA DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF FORESTRY

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

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**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 3:30 PM on Monday, May 16, 2016. All tracts were awarded at the Environmental Ed Building at 2:00 PM on May 17, 2016 in Park Rapids, 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  
SEALED BID TIMBER SALE  
PARK RAPIDS AREA

**SEALED BIDS MUST BE RECEIVED PRIOR TO  
3:30 PM on May 16, 2016**

**Bids will be awarded at the following location:  
Environmental Ed Building at 2:00 PM on May 17, 2016 in Park Rapids, 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 (May 16, 2016). 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**

- 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 May 16, 2017, at the following Area Headquarters: Park Rapids Area.

**TRACT B1** COUNTY: WADENA AREA: PARK RAPIDS AREA ACRES: 75.3

Permit Number: B013253  
Expiration Date: 05/31/2019

**Purchased By:** Dick Walsh Forest Products Inc.  
**Address:** 12873 County 32, Park Rapids, MN 56470

NENW,NWNE,NWNW,SENE,SENW,SWNW of Section 10; SWNW of Section 11 - Township 138, Range 34W.

| SPECIES           | PRODUCT                    | VOLUME   | UNIT | APPRAISED         |             | BID %: 126     |           |
|-------------------|----------------------------|----------|------|-------------------|-------------|----------------|-----------|
|                   |                            |          |      | UNIT PRICE        | \$ VALUE    | UNIT PRICE     | \$ VALUE  |
| + TREMBLING ASPEN | WOODSRUN CORDWOOD          | 1,830.00 | Cd   | 22.91             | 41,925.30   | 51.78          | 94,757.40 |
| PINE SPECIES      | WOODSRUN MIXED PRODUCTS    | 90.00    | Cd   | 27.58             | 2,482.20    | 27.58          | 2,482.20  |
| * MIXED HARDWOODS | WOODSRUN CORDWOOD          | 8.00     | Cd   | 15.99             | 127.92      | 15.99          | 127.92    |
| + BID SPECIES     | * SOLD ON APPRAISED VOLUME |          |      | APPRAISED TOTAL = | \$44,535.42 | BID TOTAL = \$ | 97,367.52 |
|                   |                            |          |      | ADVANCE PAYMENT = | \$6,680.31  |                |           |

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

\* ANY LISTED SPECIES BIOMASS 1,400.00 Tons 1.10 1,540.00

**Mixed Species Description:**

Mixed Hardwoods Woodsrun Cordwood includes: Paper Birch 15%; Red Oak 85%.  
Pine Species Woodsrun Mixed Products includes: Jack Pine 13%; Norway Pine 87%.

**Mixed Product Description:**

Pine Species Woodsrun Mixed Products includes: Bolts 50%; Pulpwood 50%.

**Marketing Conditions:**

This stand is located 1/2 north of Wadena county Rd. 18 in the Huntersville State Forest. The aspen is 55 years old and averages 7" DBH and 5 sticks. There are pockets of large tooth aspen and Norway pine. The terrain is level and access is good all season.

**Price Adjustments:**

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

**Appraiser:**

Andrew Kernan

**TRACT B2** COUNTY: HUBBARD AREA: PARK RAPIDS AREA ACRES: 314.0

Permit Number: B013254  
Expiration Date: 05/31/2020

Purchased By: Greg Cook Logging Inc.  
Address: 35367 Cty Rd 237, Bigfork, MN 56628

NESE,SENE of Section 30; SWSW of Section 28; NENE of Section 32;  
NESE,NESW,NWSE,NWSW,SENE,SENE,SESE,SESW,SWNE,SWNW,SWSE,SWSW of Section 29 -  
Township 142, Range 32W.

| SPECIES           | PRODUCT                 | VOLUME   | UNIT | APPRAISED  |            | BID %: 115 |            |
|-------------------|-------------------------|----------|------|------------|------------|------------|------------|
|                   |                         |          |      | UNIT PRICE | \$ VALUE   | UNIT PRICE | \$ VALUE   |
| + TREMBLING ASPEN | WOODSRUN CORDWOOD       | 9,140.00 | Cd   | 25.00      | 228,500.00 | 53.75      | 491,275.00 |
| MIXED HARDWOODS   | WOODSRUN CORDWOOD       | 1,840.00 | Cd   | 12.24      | 22,521.60  | 12.24      | 22,521.60  |
| BASSWOOD          | WOODSRUN MIXED PRODUCTS | 105.00   | Cd   | 13.06      | 1,371.30   | 13.06      | 1,371.30   |
| * RED OAK         | WOODSRUN CORDWOOD       | 85.00    | Cd   | 18.36      | 1,560.60   | 18.36      | 1,560.60   |
| * ASH             | WOODSRUN CORDWOOD       | 15.00    | Cd   | 7.14       | 107.10     | 7.14       | 107.10     |

+ BID SPECIES      \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$254,060.60      BID TOTAL = \$ 516,835.60  
 ADVANCE PAYMENT = \$38,109.09

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

\* ANY LISTED SPECIES      BIOMASS      6,620.00 Tons      1.20      7,944.00

**Mixed Species Description:**

Mixed Hardwoods Woodsrun Cordwood includes: Paper Birch 6%; Sugar Maple 94%.

**Mixed Product Description:**

Basswood Woodsrun Mixed Products includes: Bolts 35%; Pulpwood 65%.

**Season of Operations:**

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

**Landings Roads and Trails:**

- The location and construction of all roads and landings must be pre-approved by the State.

**Sale Conditions:**

- Access is across state land.
- The sale will expire on May 31, 2020 due to size of sale.

**Marketing Conditions:**

The tract is located in the Paul Bunyan State Forest west of Highway 64 and north of the Steamboat Forest Road. Approximately 1 mile of existing Forest/ATV trail will need improvement, west of the Martineau parking lot. Approximately 2 miles of new access road will need to be constructed, along with potentially 7 new landings installed. Access road and landing locations have been marked with pink ribbon (see map). The terrain is rolling to steep throughout. Some handfelling along with cable skidding maybe needed in parts of the permit. Approximately 75% of the aspen volume is 51 years old. 25% of the aspen volume is 70+ years old. The aspen averages 9" dbh and 6 merchantable sticks The older wood is in scattered pockets throughout.

**Price Adjustments:**

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

**Appraiser:**

Steven J. Bade

(Appraisal ID 11558-0; Cutting Block ID 12709-0)

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**TRACT B3** COUNTY: HUBBARD AREA: PARK RAPIDS AREA ACRES: 43.0

Permit Number: B013255  
Expiration Date: 05/31/2020

Purchased By: Greg Cook Logging Inc.  
Address: 35367 Cty Rd 237, Bigfork, MN 56628

NENE of Section 30; SWSW of Section 20; NENW,NWNW of Section 29 - Township 142, Range 32W.

| SPECIES                                  | PRODUCT                 | VOLUME | UNIT | APPRAISED         |           | BID %: 125  |                          |
|--|-------------------------|--------|------|-------------------|-----------|-------------|--------------------------|
|  |                         |        |      | UNIT PRICE        | \$ VALUE  | UNIT PRICE  | \$ VALUE                 |
| + TREMBLING ASPEN                        | WOODSRUN CORDWOOD       | 860.00 | Cd   | 21.87             | 18,808.20 | 49.21       | 42,320.60                |
| + MIXED HARDWOODS                        | WOODSRUN CORDWOOD       | 450.00 | Cd   | 10.71             | 4,819.50  | 24.10       | 10,845.00                |
| BASSWOOD                                 | WOODSRUN MIXED PRODUCTS | 110.00 | Cd   | 11.42             | 1,256.20  | 11.42       | 1,256.20                 |
| * ASH                                    | WOODSRUN CORDWOOD       | 5.00   | Cd   | 6.25              | 31.25     | 6.25        | 31.25                    |
| * RED OAK                                | WOODSRUN CORDWOOD       | 5.00   | Cd   | 16.07             | 80.35     | 16.07       | 80.35                    |
| + BID SPECIES * SOLD ON APPRAISED VOLUME |                         |        |      | APPRAISED TOTAL = |           | \$24,995.50 | BID TOTAL = \$ 54,533.40 |
|  |                         |        |      | ADVANCE PAYMENT = |           | \$3,749.33  |                          |

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

\* ANY LISTED SPECIES BIOMASS 1,054.00 Tons 1.05 1,106.70

**Mixed Species Description:**

Mixed Hardwoods Woodsrun Cordwood includes: Paper Birch 1%; Sugar Maple 99%.

**Mixed Product Description:**

Basswood Woodsrun Mixed Products includes: Bolts 35%; Pulpwood 65%.

**Season of Operations:**

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

**Sale Conditions:**

- Access is across state land.
- The sale will expire on May 31, 2020 due to adjacent sale size.

**Marketing Conditions:**

The tract is located in the Paul Bunyan State Forest west of Highway 64. Approximately 1.25 miles of existing Forest/ATV trail will need improvement, west of the Martineau parking lot. The terrain is gently rolling throughout. Approximately 75% of the aspen volume is 51 years old. 25% of the aspen volume is 70+ years old. The aspen averages 9" dbh and 6 merchantable sticks. The maple averages 8"dbh and 3 merchantable sticks. The older aspen is in scattered pockets throughout.

**Price Adjustments:**

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

**Appraiser:**

Steven J. Bade

**TRACT B4**

**COUNTY: HUBBARD**

**AREA: PARK RAPIDS AREA**

**ACRES: 121.0**

Permit Number: B013256  
Expiration Date: 05/31/2019

**Purchased By:** UPM - Blandin Paper

**Address:** 115 First Street SW, Grand Rapids, MN 55744

NESW,NWSE,NWSW,SESW,SWNW,SWSE,SWSW of Section 1; NENW of Section 12 - Township 142, Range 33W.

| SPECIES           | PRODUCT                 | VOLUME   | UNIT | APPRAISED  |           | BID %: 152 |            |
|-------------------|-------------------------|----------|------|------------|-----------|------------|------------|
|                   |                         |          |      | UNIT PRICE | \$ VALUE  | UNIT PRICE | \$ VALUE   |
| + TREMBLING ASPEN | WOODSRUN CORDWOOD       | 2,650.00 | Cd   | 26.04      | 69,006.00 | 65.62      | 173,893.00 |
| + RED OAK         | WOODSRUN MIXED PRODUCTS | 1,080.00 | Cd   | 19.97      | 21,567.60 | 50.32      | 54,345.60  |
|                   | PAPER BIRCH             | 165.00   | Cd   | 12.75      | 2,103.75  | 12.75      | 2,103.75   |
|                   | RED MAPLE               | 110.00   | Cd   | 12.75      | 1,402.50  | 12.75      | 1,402.50   |

+ BID SPECIES \* SOLD ON APPRAISED VOLUME

|                   |             |                |            |
|-------------------|-------------|----------------|------------|
| APPRAISED TOTAL = | \$94,079.85 | BID TOTAL = \$ | 231,744.85 |
| ADVANCE PAYMENT = | \$14,111.98 |                |            |

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

|                      |         |          |      |      |          |
|----------------------|---------|----------|------|------|----------|
| * ANY LISTED SPECIES | BIOMASS | 2,035.00 | Tons | 1.25 | 2,543.75 |
|----------------------|---------|----------|------|------|----------|

**Mixed Product Description:**

Red Oak Woodsrun Mixed Products includes: Bolts 10%; Pulpwood 90%.

**Season of Operations:**

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

**Sale Conditions:**

- Access is across state land.

**Marketing Conditions:**

The aspen and oak is 65+ years old. The aspen averages 11" DBH and 6 sticks. The oak averages 12" DBH and 5 sticks. The sale is located right on Spur 2 State Forest Road. No road building required. There are ATV and motorcylce trails within the sale boundaries.

**Price Adjustments:**

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

**Appraiser:**

Gregory L. Johnson



|                 |                |                        |             |
|-----------------|----------------|------------------------|-------------|
| <b>TRACT B5</b> | COUNTY: BECKER | AREA: PARK RAPIDS AREA | ACRES: 21.0 |
|-----------------|----------------|------------------------|-------------|

Permit Number: B013257  
 Expiration Date: 05/31/2017

**Purchased By:** A & C Lumber Inc.  
**Address:** 19175 Co Rd 18, Park Rapids, MN 56470

NENW of Section 33 - Township 142, Range 37W.

| SPECIES                                       | PRODUCT                 | VOLUME | UNIT | APPRAISED         |           | BID %: 51   |                          |
|---|-------------------------|--------|------|-------------------|-----------|-------------|--------------------------|
|   |                         |        |      | UNIT PRICE        | \$ VALUE  | UNIT PRICE  | \$ VALUE                 |
| + NORWAY PINE                                 | WOODSRUN MIXED PRODUCTS | 410.00 | Cd   | 49.60             | 20,336.00 | 74.90       | 30,709.00                |
| + BID SPECIES      * SOLD ON APPRAISED VOLUME |                         |        |      | APPRAISED TOTAL = |           | \$20,336.00 | BID TOTAL = \$ 30,709.00 |
|   |                         |        |      | ADVANCE PAYMENT = |           | \$3,050.40  |                          |

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

|                      |         |             |      |        |
|----------------------|---------|-------------|------|--------|
| * ANY LISTED SPECIES | BIOMASS | 210.00 Tons | 1.15 | 241.50 |
|----------------------|---------|-------------|------|--------|

**Mixed Product Description:**

Norway Pine Woodsrun Mixed Products includes: Bolts 54%; Pulpwood 6%; Sawtimber 40%.

**Cutting and Felling:**

- Full tree skidding required.

**Season of Operations:**

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

**Slash Disposal:**

- Tightly pile slash on landings for future burning.

**Sale Conditions:**

- Access is across state and county land.
- The sale will expire 05/31/2017 due to insect and disease issues.

**Marketing Conditions:**

Sale is a final harvest Norway pine stand in the White Earth State Forest. This sale is located 1/4 mile south of the Sockeye Trail and adjacent to an all season woods trail. Norway pine is 65 years old and averages 13" DBH and 7 sticks.

**Price Adjustments:**

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

**Appraiser:**

Kenneth P. Nelson

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

PARK RAPIDS 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: May 16, 2016

- SUMMARY SHEET -

05/16/2016 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 12/26/2017

PARK RAPIDS AREA

SUMMARY FOR SOLD TRACTS

| PRODUCT                 | SPECIES                       | TOTAL VOLUME | UNIT | SOLD AVERAGE UNIT PRICE | TOTAL SOLD \$ VALUE |
|-------------------------|-------------------------------|--------------|------|-------------------------|---------------------|
| WOODSRUN MIXED PRODUCTS | BASSWOOD                      | 215.00       | Cd   | 12.22                   | 2,627.50            |
|                         | RED OAK                       | 1,080.00     | Cd   | 50.32                   | 54,345.60           |
|                         | PINE SPECIES                  | 90.00        | Cd   | 27.58                   | 2,482.20            |
|                         | NORWAY PINE                   | 410.00       | Cd   | 77.30                   | 31,693.30           |
| WOODSRUN CORDWOOD       | ASH                           | 20.00        | Cd   | 6.92                    | 138.35              |
|                         | TREMBLING ASPEN               | 14,480.00    | Cd   | 55.40                   | 802,246.00          |
|                         | PAPER BIRCH                   | 165.00       | Cd   | 12.75                   | 2,103.75            |
|                         | RED MAPLE                     | 110.00       | Cd   | 12.75                   | 1,402.50            |
|                         | RED OAK                       | 90.00        | Cd   | 18.23                   | 1,640.95            |
|                         | MIXED HARDWOODS               | 2,298.00     | Cd   | 14.58                   | 33,494.52           |
| BIOMASS                 | ANY LISTED SPECIES (optional) | 11,319.00    | Tons | -                       | 0.00                |

TOTAL SOLD TRACTS CONVERTED TO CORDS: 18,958.00  
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 438,007.37  
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 932,219.62  
TOTAL ACRES SOLD: 574.3  
TOTAL NUMBER OF TRACTS SOLD: 5