



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY

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

STATUS: COMPLETED
REGULAR AUCTION - SALE #3
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 2:00 PM on Thursday, December 1, 2016. All tracts were awarded at the Lewiston Area Office at 10:00 AM on December 2, 2016 in Lewiston, 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
LEWISTON AREA

**SEALED BIDS MUST BE RECEIVED PRIOR TO
2:00 PM on December 1, 2016**

**Bids will be awarded at the following location:
Lewiston Area Office at 10:00 AM on December 2, 2016 in Lewiston, 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 (December 1, 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 December 1, 2017, at the following Area Headquarters: Lewiston Area.

TRACT B1

COUNTY: HOUSTON

AREA: LEWISTON AREA

ACRES: 33.6

Permit Number: B013456
Expiration Date: 05/31/2019

Purchased By: Buffalo Lumber & Tie
Address: PO Box 157, Fountain City, WI 54629-0157

SENE of Section 33 - Township 101, Range 4W.
NENE,NWNE of Section 33; SESE of Section 28 - Township 101, Range 4W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 73	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
++ RED OAK	SAWLOGS / VENEER	72.70	MBF	236.09	17,163.74	408.44	29,693.59
++ BLACK OAK	SAWTIMBER	20.00	MBF	140.25	2,805.00	242.63	4,852.60
++ WHITE OAK	SAWTIMBER	14.50	MBF	178.50	2,588.25	308.81	4,477.75
* MIXED HARDWOODS	SAWTIMBER	12.50	MBF	75.62	945.25	75.62	945.25
* BUR OAK	SAWTIMBER	11.14	MBF	106.25	1,183.63	106.25	1,183.63
++ BLACK WALNUT	SAWLOGS / VENEER	6.82	MBF	1,625.00	11,082.50	2,811.25	19,172.73

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$35,768.37 BID TOTAL = \$ 60,325.55
ADVANCE PAYMENT = \$5,365.26

Mixed Species Description:

Mixed Hardwoods Sawtimber includes: American Elm 25%; Basswood 29%; Black Cherry 15%; Cottonwood 4%; Hackberry 6%; Paper Birch 1%; Shagbark Hickory 17%; Trembling Aspen 3%.

Mixed Product Description:

Black Walnut Sawlogs / Veneer includes: Sawtimber 62%; Veneer 38%.
Red Oak Sawlogs / Veneer includes: Sawtimber 99%; Veneer 1%.

Season of Operations:

- Oak wilt is within 20 miles and poses a threat. No sale operations allowed from April 1-July 15 due to oak wilt concerns, unless with written permission from State (Cutting Block 1).
- Conduct sale operations on dry / frozen soil conditions only, except with written permission from State (Cutting Block 1).

Slash Disposal:

- Biomass harvest is not allowed on this permit (Cutting Block 1).

Landings Roads and Trails:

- Post "Trucks Hauling" signs 200 feet beyond either end of road/trail section being used (Cutting Block 1).
- Haul roads will be restored to pre-sale conditions (Cutting Block 1).

Sale Conditions:

- Access is across private land (Cutting Block 1).
- The state owns an easement to cross private land for sale access (Cutting Block 1).

Marketing Conditions:

Tree count is as follows:
Red oak - 251
Black oak - 137
Bur oak - 112
White oak - 100
Basswood - 38
American elm - 33
Shagbark hickory - 26
Black walnut - 22
Black cherry - 15
Hackberry - 6
Aspen - 3

Cottonwood - 2
Paper birch - 1
Total trees = 746

Good access off of County 5 in Winnebago valley. The state has an easement that can be used for sale operations. Any damage to the access will be repaired by the permit holder upon completion of operations.
Due to recent heavy water events, a landing is already established in the valley off of the access route.
Approx. 1/2 mile of new skid trails may need to be constructed to harvest the sale.

Price Adjustments:

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

Appraiser:

Jason C. Bland

(Appraisal ID 12528-0; Cutting Block ID 14617-0, 14619-0)

TRACT B2

COUNTY: WINONA

AREA: LEWISTON AREA

ACRES: 18.0

Permit Number: B013457
Expiration Date: 05/31/2019

Purchased By:
Address:

UNSOLD

NESE,NWSE,SWNE,SWSE of Section 12 - Township 106, Range 6W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	WOODSRUN CORDWOOD	70.00	Cd	5.10	357.00	5.10	357.00
+ WHITE PINE	WOODSRUN CORDWOOD	60.00	Cd	5.10	306.00	5.10	306.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$663.00	BID TOTAL = \$ 663.00
				ADVANCE PAYMENT =		\$99.45	

Marketing Conditions:

White pine average dbh 9", 4 sticks. Norway pine average dbh 8", 3 sticks.
This sale was appraised by Beth Reusch on 6/6/2016.

Price Adjustments:

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

Appraiser:

Kurt B. Hinz

(Appraisal ID 12190-3; Cutting Block ID 14264-4)

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

LEWISTON 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: December 1, 2016

- SUMMARY SHEET -

12/01/2016 REGULAR AUCTION - SALE #3

COMPLETED - DATA AS OF 12/27/2017

LEWISTON AREA

SUMMARY FOR SOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
SAWTIMBER	BLACK OAK	20.00	MBF	242.63	4,852.60
	WHITE OAK	14.50	MBF	308.81	4,477.75
	BUR OAK	11.14	MBF	106.25	1,183.63
	MIXED HARDWOODS	12.50	MBF	75.62	945.25
SAWLOGS / VENEER	BLACK WALNUT	6.82	MBF	2,811.25	19,172.73
	RED OAK	72.70	MBF	408.44	29,693.59

TOTAL SOLD TRACTS CONVERTED TO CORDS: 275.32
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 35,768.37
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 60,325.55
TOTAL ACRES SOLD: 33.6
SOLD TRACT NUMBER: 1
TOTAL NUMBER OF TRACTS SOLD: 1

SUMMARY FOR UNSOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
WOODSRUN CORDWOOD	WHITE PINE	60.00	Cd	5.10	306.00
	NORWAY PINE	70.00	Cd	5.10	357.00

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 130.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 663.00
TOTAL ACRES UNSOLD: 18.0
UNSOLD TRACT NUMBER: 2
TOTAL NUMBER OF TRACTS UNSOLD: 1