



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY

**NOTICE OF SALE OF STUMPAGE ON STATE LANDS IN THE FOLLOWING AREAS:
LITTLE FALLS AREA, SANDSTONE AREA, LEWISTON AREA, NEW ULM AREA, CENTRAL
REGION**

**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 Wednesday, June 14, 2017. All tracts were awarded at the DNR General Andrews Wildfire Training Center at 10:00 AM on June 15th in Willow River, 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
LITTLE FALLS AREA, SANDSTONE AREA, LEWISTON AREA, NEW ULM AREA, CENTRAL
REGION

**SEALED BIDS MUST BE RECEIVED PRIOR TO
2:00 PM on June 14, 2017**

Bids will be awarded at the following location:

DNR General Andrews Wildfire Training Center at 10:00 AM on June 15th in Willow River, 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 (June 14, 2017). 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 June 14, 2018, at the following Area Headquarters: Little Falls Area, Sandstone Area, Lewiston Area, New Ulm Area, Central Region.

TRACT B1

COUNTY: KANABEC

AREA: LITTLE FALLS AREA

ACRES: 37.0

Permit Number: B013673
Expiration Date: 05/31/2020

Purchased By: Futurewood Corp
Address: 9676 N Kruger Rd, Hayward, WI 54843

NESW,NWSE,SENE,SESE,SWNE,SWSE of Section 20 - Township 40, Range 25W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 3	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TREMBLING ASPEN	WOODSRUN CORDWOOD	710.00	Cd	19.76	14,029.60	20.35	14,448.50
BUR OAK	WOODSRUN CORDWOOD	46.00	Cd	12.75	586.50	12.75	586.50
BASSWOOD	WOODSRUN CORDWOOD	33.00	Cd	7.65	252.45	7.65	252.45
RED MAPLE	WOODSRUN CORDWOOD	31.00	Cd	8.93	276.83	8.93	276.83
PAPER BIRCH	WOODSRUN CORDWOOD	12.00	Cd	8.93	107.16	8.93	107.16
ASH	WOODSRUN CORDWOOD	7.00	Cd	6.38	44.66	6.38	44.66

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$15,297.20 BID TOTAL = \$ 15,716.10
ADVANCE PAYMENT = \$2,294.58

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

ANY LISTED SPECIES BIOMASS 420.00 Tons 0.75 315.00

Cutting and Felling:

- Harvest all aspen, birch, maple, basswood, and ash 2" diameter or larger. Harvest all bur oak painted orange.
- Reserve bur oak not painted and all red oak.

Season of Operations:

- No weekend sale operations allowed between September 15 and December 15 , without written permission from State.
- No sale operations allowed during firearms / muzzleloader deer seasons.
- Frozen ground access only.

Site, Soil and Water Protection:

- Wetlands requiring filter strips occur on this permit.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Aspen - 19 cds/ac, 10"-20" DBH range
Basswood - 1 cd/ac, 5"-11" DBH range
Bur oak - 1 cd/ac, 5"-10" DBH range
Maple sp - 1 cd/ac, 5"-10" DBH range
Birch - .5cd/ac, 5"-11" DBH range
Ash Sp - .5 cd/ac, 5"-13" DBH range

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: -15%
Stand Density: 0%
Operational Constraints: -10%
Other Price Factor: 0%

Appraiser:

Timothy Michael Stai

TRACT B2

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 57.4

Permit Number: B013674
Expiration Date: 05/31/2020

Purchased By:
Address:

UNSOLD

NESE,NWSE,SESE,SWNE,SWSE of Section 17 - Township 42, Range 16W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ OAK SPECIES	WOODSRUN MIXED PRODUCTS	92.00	Cd	18.64	1,714.88	18.64	1,714.88
+ BASSWOOD	WOODSRUN MIXED PRODUCTS	80.00	Cd	15.32	1,225.60	15.32	1,225.60
+ MAPLE SPECIES	WOODSRUN MIXED PRODUCTS	73.00	Cd	11.02	804.46	11.02	804.46
TREMBLING ASPEN	WOODSRUN CORDWOOD	27.00	Cd	21.08	569.16	21.08	569.16
ASH	WOODSRUN MIXED PRODUCTS	17.00	Cd	8.48	144.16	8.48	144.16
PAPER BIRCH	WOODSRUN CORDWOOD	2.00	Cd	9.52	19.04	9.52	19.04
AMERICAN ELM	WOODSRUN CORDWOOD	1.00	Cd	4.08	4.08	4.08	4.08

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$4,481.38 BID TOTAL = \$ 4,481.38
ADVANCE PAYMENT = \$672.21

Mixed Species Description:

Maple Species Woodsrun Mixed Products includes: Red Maple 92%; Sugar Maple 8%.
Oak Species Woodsrun Mixed Products includes: Bur Oak 28%; Red Oak 72%.

Mixed Product Description:

Ash Woodsrun Mixed Products includes: Bolts 20%; Pulpwood 70%; Sawtimber 10%.
Basswood Woodsrun Mixed Products includes: Bolts 27%; Pulpwood 40%; Sawtimber 33%.
Maple Species Woodsrun Mixed Products includes: Bolts 4%; Pulpwood 78%; Sawtimber 18%.
Oak Species Woodsrun Mixed Products includes: Bolts 20%; Pulpwood 60%; Sawtimber 20%.

Marketing Conditions:

Timber is 25 cords/acre within the harvest areas

Species DBH Sticks Co. of Var (BA) Plots for scaled

Basswood	11	5	1.04	45
Oak Sp.	17	6	1.13	53
Maple Sp.	11	4	1.02	43

Plots taken: 52

Price Adjustments:

Road Construction Costs: -15%
Haul Distance to Nearest Mill: 0%
Stand Density: 0%
Operational Constraints: -5%
Other Price Factor: 0%

Appraiser:

Jeremiah Thomas Fauskee

TRACT B3 COUNTY: TODD AREA: LITTLE FALLS AREA ACRES: 16.2

Permit Number: B013675
Expiration Date: 05/31/2020

Purchased By: Hodgden Logging Inc.
Address: 38114 Twin Lakes Rd, Menahga, MN 56464

NESW,NWSW,SENW of Section 17 - Township 127, Range 33W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 170	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ OAK SPECIES	WOODSRUN MIXED PRODUCTS	200.00	Cd	17.34	3,468.00	46.82	9,364.00
+ ASPEN SPECIES	WOODSRUN CORDWOOD	185.00	Cd	16.15	2,987.75	43.61	8,067.85
	BASSWOOD	30.00	Cd	8.50	255.00	8.50	255.00
* ASH	WOODSRUN CORDWOOD	20.00	Cd	5.95	119.00	5.95	119.00
* PAPER BIRCH	WOODSRUN CORDWOOD	5.00	Cd	10.20	51.00	10.20	51.00
* RED MAPLE	WOODSRUN CORDWOOD	5.00	Cd	10.20	51.00	10.20	51.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$6,931.75	BID TOTAL = \$	17,907.85
				ADVANCE PAYMENT =	\$1,039.76		

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

ANY LISTED SPECIES ACCEPTED OPTIONAL BIOMASS 240.00 Tons 1.00 240.00

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Largetooth Aspen 10%; Trembling Aspen 90%.
Oak Species Woodsrun Mixed Products includes: Bur Oak 35%; Red Oak 65%.

Mixed Product Description:

Oak Species Woodsrun Mixed Products includes: Bolts 30%; Pulpwood 70%.

Cutting and Felling:

- Harvest all aspen species, ash, basswood, red maple and paper birch and unmarked oak.
- Reserve all trees marked in orange paint.
- Do not fell timber into RMZ.
- Stump height must not exceed 9".

Season of Operations:

- No sale operations allowed during firearms / muzzleloader deer seasons.
- Conduct sale operations on frozen soil conditions only, except with written permission from State.
- Frozen ground access across State.

Site, Soil and Water Protection:

- Wetlands requiring filter strips occur on this permit.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Aspen-Avg. Sticks:5-7 Avg.DBH:10-12
Oak-Avg. Sticks:5-7 Avg.DBH:12-16
Basswood-Avg. Sticks:4-6 Avg.DBH:8-10
Ash-Avg. Sticks:4 Avg.DBH:10
Red Maple-Avg. Sticks:2 Avg. DBH:6

Price Adjustments:

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

Appraiser:

Andrew John Butler

(Appraisal ID 13079-0; Cutting Block ID 14948-0)

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

LITTLE FALLS AREA, SANDSTONE AREA, LEWISTON AREA, NEW ULM AREA, CENTRAL REGION

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 14, 2017

- SUMMARY SHEET -

06/14/2017 REGULAR AUCTION - SALE #3

COMPLETED - DATA AS OF 12/27/2017

LITTLE FALLS AREA, SANDSTONE AREA, LEWISTON AREA, NEW ULM AREA, CENTRAL REGION

SUMMARY FOR SOLD TRACTS

<u>PRODUCT</u>	<u>SPECIES</u>	<u>TOTAL VOLUME</u>	<u>UNIT</u>	<u>SOLD AVERAGE UNIT PRICE</u>	<u>TOTAL SOLD \$ VALUE</u>
WOODSRUN MIXED PRODUCTS	OAK SPECIES	200.00	Cd	46.82	9,364.00
WOODSRUN CORDWOOD	ASH	27.00	Cd	6.06	163.66
	ASPEN SPECIES	185.00	Cd	43.61	8,067.85
	TREMBLING ASPEN	710.00	Cd	20.35	14,448.50
	PAPER BIRCH	17.00	Cd	9.30	158.16
	RED MAPLE	36.00	Cd	9.11	327.83
	BASSWOOD	63.00	Cd	8.05	507.45
	BUR OAK	46.00	Cd	12.75	586.50
BIOMASS	ANY LISTED SPECIES (optional)	420.00	Tons	-	0.00
ACCEPTED OPTIONAL BIOMASS	ANY LISTED SPECIES (optional)	240.00	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 1,284.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 22,228.95
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 33,623.95
TOTAL ACRES SOLD: 53.2
SOLD TRACT NUMBERS: 1, 3
TOTAL NUMBER OF TRACTS SOLD: 2

SUMMARY FOR UNSOLD TRACTS

<u>PRODUCT</u>	<u>SPECIES</u>	<u>TOTAL VOLUME</u>	<u>UNIT</u>	<u>APPRAISED AVERAGE UNIT PRICE</u>	<u>APPRAISED \$ VALUE</u>
WOODSRUN MIXED PRODUCTS	ASH	17.00	Cd	8.48	144.16
	MAPLE SPECIES	73.00	Cd	11.02	804.46
	BASSWOOD	80.00	Cd	15.32	1,225.60
	OAK SPECIES	92.00	Cd	18.64	1,714.88
WOODSRUN CORDWOOD	AMERICAN ELM	1.00	Cd	4.08	4.08
	TREMBLING ASPEN	27.00	Cd	21.08	569.16
	PAPER BIRCH	2.00	Cd	9.52	19.04

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 292.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 4,481.38
TOTAL ACRES UNSOLD: 57.4
UNSOLD TRACT NUMBER: 2
TOTAL NUMBER OF TRACTS UNSOLD: 1