

MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

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

STATUS: COMPLETED REGULAR AUCTION - SALE #1 ORAL BID

Notice is hereby given that I offered for sale at public auction in Camp Ripley, MN at 10:00 AM on Thursday, September 7, 2017, timber belonging to the State of Minnesota. All tracts were offered at the Camp Ripley Range Control Building in Camp Ripley, MN.

None of the timber offered was SFI or 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.



MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

REGULAR AUCTION
ORAL BID TIMBER SALE
LITTLE FALLS AREA

10:00 AM on September 7, 2017 Camp Ripley Range Control Building in Camp Ripley, 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. Bidding above the appraised price shall be by increments of one (1) percent or more. The percent bid up will be added to the appraised price of each species indicated as a bid species by a plus symbol (+) on the Notice of Sale. 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)].

DOWN PAYMENT

- Purchasers of timber must pay a down payment of fifteen (15) percent of the appraised value of the timber at the time the purchaser's bid is approved. The down payment will be kept on deposit by the State and applied against any billings for timber. The purchaser may elect to have the down payment refunded if they post security for one hundred (100) percent of the bid price of the timber (see Security Required). If the purchaser does not sign the permit document within 45 days of sale, the down payment will forfeit to the State. A permit signature extension of 10 business days may be granted, provided the purchaser pays a \$200 penalty.

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 a down payment and bid guarantee. Security can be furnished in the following forms: Corporate surety bond, Letter of Credit, 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 down 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 down 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 September 7, 2018, at the following Area Headquarters: Little Falls Area.

TRACT B1 COUNTY: MORRISON AREA: LITTLE FALLS AREA ACRES: 12.6

Permit Number: B013725 Expiration Date: 05/31/2019

Purchased By: Hennen Enterprises LLC

Address: 24031 - 133rd Street, Pierz, MN 56364

NESE,NWSE,SESE,SWSE of Section 7 - Township 131, Range 29W.

				APPR	AISED	BID %: 55			
SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE		
+ OAK SPECIES	WOODSRUN MIXED PRODUCTS	420.00	Cd	20.44	8,584.80	31.68	13,305.60		
MIXED HARDWOODS	WOODSRUN CORDWOOD	13.00	Cd	15.09	196.17	15.09	196.17		
+ BID SPECIES * SOL			SED TOTAL = PAYMENT =	\$8,780.97 \$1,317.15	BID TOTA	L = \$ 13,501.77			
Optional Timber (may be purchased with an Added Timber Agreement):									
ANY LISTED SPECIES	BIOMASS	275.00		, 1.15	316.25				

Mixed Species Description:

Mixed Hardwoods Woodsrun Cordwood includes: Basswood 15%; Largetooth Aspen 46%; Paper Birch 23%; Trembling Aspen 16%.

Oak Species Woodsrun Mixed Products includes: Bur Oak 29%; Red Oak 71%.

Mixed Product Description:

Oak Species Woodsrun Mixed Products includes: Bolts 15%; Pulpwood 85%.

Cutting and Felling:

- Harvest all red oak, bur oak, aspen species, paper birch, and basswood >2" DBH.
- Reserve white pine, jack pine, and 1 oak >14" DBH per acre.

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.
- No sale operations allowed between April 1st September 15th , without written permission from State.
- Conduct sale operations on dry / frozen soil conditions only, except with written permission from State.
- No sale operations will occur during any special hunts in Camp Ripley, without written permission from the state.

Sale Conditions:

- The sale will expire 5/31/2019 due to military training operations.
- The harvested wood on this sale is not FSC or SFI certified.

Marketing Conditions:

Access is through Camp Ripley. Approximately 7 miles from main gate of camp. Site is just west of East Boundary Rd. and south of Normandy Rd. Site is in training area 29.

This sale is an oak clearcut, designed to regenerate mature oak through stump sprouting. The oak is lower site index sand plain oak. Red oak may be a mix of pin oak.

Oak is 14" avg DBH, 4-5 sticks

Must follow commercial logging guidelines for Camp RIpley.

The harvested wood on this sale is not FSC or SFI certified.

Price Adjustments:

Road Construction Costs: +10% Haul Distance to Nearest Mill: 0%

Stand Density: +10% Operational Constraints: -5% Other Price Factor: 0%

Certification Note:

The timber on this tract is from non-certified land.

Appraiser:

Walker J. Wearne

(Appraisal ID 13127-0; Cutting Block ID 15322-0)

TRACT B2 COUNTY: MORRISON AREA: LITTLE FALLS AREA ACRES: 9.0

Permit Number: B013726 Expiration Date: 05/31/2019

Purchased By: Minnesota Timber, LLC

Address: 12209 State Hwy 18, Brainerd, MN 56401

SWSW of Section 16; NESE, SESE of Section 17 - Township 131, Range 30W.

		APPRAISED UNIT		AISED .	BID %: 0				
SPE	CIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE	
+ A	SPEN SPECIES	WOODSRUN CORDWOOD	215.00	Cd	16.96	3,646.40	16.96	3,646.40	
Р	PAPER BIRCH	WOODSRUN MIXED PRODUCTS	28.00	Cd	10.27	287.56	10.27	287.56	
N	MIXED HARDWOODS	WOODSRUN CORDWOOD	12.00	Cd	7.89	94.68	7.89	94.68	
+ BID	SPECIES * SOLD	ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$4,028.64 \$604.30	BID TOTA	L = \$ 4,028.64	
Optional Timber (may be purchased with an Added Timber Agreement):									
Α	NY LISTED SPECIES	BIOMASS	120.00	Tons	1.05	126.00			

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Largetooth Aspen 15%; Trembling Aspen 85%. Mixed Hardwoods Woodsrun Cordwood includes: Ash 25%; Basswood 67%; Red Maple 8%.

Mixed Product Description:

Paper Birch Woodsrun Mixed Products includes: Bolts 15%; Pulpwood 85%.

Cutting and Felling:

- Harvest all aspen, birch, basswood, ash, and maple >2" DBH.

Season of Operations:

- Conduct sale operations on frozen soil conditions only, except with written permission from State.
- No sale operations will occur during any special hunts in Camp Ripley, without written permission from the state.

Sale Conditions:

- The sale will expire 5/31/2019 due to military training.
- The harvested wood on this sale is not FSC or SFI certified.

Marketing Conditions:

Access is through Camp RIpley, approximately 11 miles from main gate of camp. Site is just east of Luzon Rd on the north side of Armor Trail. Site is in training area 20.

This sale is an aspen clearcut to regenerate mature aspen stand.

Aspen is 13" avg DBH, 6 sticks Birch is 10" avg DBH, 4 sticks

Must follow commercial logging guidelines for Camp Ripley. The harvested wood on this sale is not FSC or SFI certified.

Price Adjustments:

Road Construction Costs: +10% Haul Distance to Nearest Mill: 0%

Stand Density: +5%

Operational Constraints: -10%

Other Price Factor: 0%

Certification Note:

The timber on this tract is from non-certified land.

Appraiser:

Walker J. Wearne

(Appraisal ID 13131-0; Cutting Block ID 15342-0)

TRACT B3 COUNTY: MORRISON AREA: LITTLE FALLS AREA ACRES: 78.5

Permit Number: B013727 Expiration Date: 05/31/2019

Purchased By: Hennen Enterprises LLC

Address: 24031 - 133rd Street, Pierz, MN 56364

SESE,SWSE of Section 5; NENE,NWNE,SENE,SWNE of Section 8 - Township 131, Range 30W.

					APPRAISED		BID %: 0		
S	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE		VALUE	
+	OAK SPECIES	WOODSRUN MIXED PRODUCTS	305.00	Cd	16.91	5,157.55	16.91	5,157.55	
+	ASPEN SPECIES	WOODSRUN CORDWOOD	45.00	Cd	14.53	653.85	14.53	653.85	
+	PAPER BIRCH	WOODSRUN MIXED PRODUCTS	42.00	Cd	10.71	449.82	10.71	449.82	
	MAPLE SPECIES	WOODSRUN CORDWOOD	35.00	Cd	7.65	267.75	7.65	267.75	
	MIXED HARDWOODS	WOODSRUN CORDWOOD	15.00	Cd	6.22	93.30	6.22	93.30	
+ BID SPECIES * SOLD ON APPRAISED VOLUME APPRAISED TOTAL =						\$6,622.27	BID TOTAL =	\$ 6,622.27	
			Α	DVANCE I	PAYMENT =	\$993.34			
Optional Timber (may be purchased with an Added Timber Agreement):									

ANY LISTED SPECIES BIOMASS 275.00 Tons 0.90 247.50

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Largetooth Aspen 42%; Trembling Aspen 58%.

Maple Species Woodsrun Cordwood includes: Red Maple 37%; Sugar Maple 63%.

Mixed Hardwoods Woodsrun Cordwood includes: Ash 87%; Basswood 13%.

Oak Species Woodsrun Mixed Products includes: Bur Oak 6%; Red Oak 60%; White Oak 34%.

Mixed Product Description:

Oak Species Woodsrun Mixed Products includes: Bolts 35%; Pulpwood 65%. Paper Birch Woodsrun Mixed Products includes: Bolts 40%; Pulpwood 60%.

Cutting and Felling:

- Harvest all orange marked trees.

Season of Operations:

- Conduct sale operations on frozen soil conditions only, except with written permission from State.
- No sale operations will occur during any special hunts in Camp Ripley, without written permission from the state.

Sale Conditions:

- The sale will expire 5/31/2019 due to military training operations.
- The harvested wood on this sale is not FSC or SFI certified.

Marketing Conditions:

Access is through Camp Ripley, approximately 13 miles from main gate of camp. Site is between Kodiak Rd, and West range about 3/4 mile north of Normandy Rd. Site is in training area 40.

This is a hardwood thinning sale to reduce BA to approximately 90 sq ft. to promote the growth of the residual trees and maintain a closed canopy for non game wildlife goals. Ironwood and Maple smaller than 5" can be removed for maneuverability in stand. Some of the wood on the east side of stand may have bullets from past range firing.

Oak is 12" avg DBH, 5 sticks Aspen is 14" avg DBH, 6 - 7 sticks Birch is 12" avg DBH, 5 sticks

Maple is 8" avg DBH, 3 sticks

Must Follow commercial logging guidelines for Camp Ripley. The harvested wood on this sale is not FSC or SFI certified.

Price Adjustments:

Road Construction Costs: +10% Haul Distance to Nearest Mill: 0%

Stand Density: -10%

Operational Constraints: -10% Other Price Factor: 0%

Certification Note:

The timber on this tract is from non-certified land.

Appraiser:

Walker J. Wearne

(Appraisal ID 13132-0; Cutting Block ID 15343-0)

TRACT B4 COUNTY: MORRISON AREA: LITTLE FALLS AREA ACRES: 21.6

Permit Number: B013728 Expiration Date: 05/31/2019

Purchased By: Shawn Fletcher Trucking Inc.

Address: 10545 Business 371, Brainerd, MN 56401

NESE, SENE of Section 5 - Township 132, Range 29W.

					APPRAISED		BID %: 135		
s	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE _	\$ VALUE	UNIT PRICE	\$ VALUE	
+	ASPEN SPECIES	WOODSRUN CORDWOOD	320.00	Cd	17.76	5,683.20	41.74	13,356.80	
+	RED OAK	WOODSRUN MIXED PRODUCTS	120.00	Cd	19.26	2,311.20	45.26	5,431.20	
+	JACK PINE	WOODSRUN MIXED PRODUCTS	105.00	Cd	14.36	1,507.80	33.75	3,543.75	
	MIXED HARDWOODS	WOODSRUN CORDWOOD	24.00	Cd	9.09	218.16	9.09	218.16	
+	BID SPECIES * SOLD	ON APPRAISED VOLUME		APPRAIS	SED TOTAL =	\$9,720.36	BID TOTAL	_ = \$ 22,549.91	
			Α	DVANCE	PAYMENT =	\$1,458.05			
Optional Timber (may be purchased with an Added Timber Agreement):									
	ANY LISTED SPECIES	BIOMASS	275.00	Tons	1.10	302.50			

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Largetooth Aspen 20%; Trembling Aspen 80%. Mixed Hardwoods Woodsrun Cordwood includes: Basswood 29%; Paper Birch 67%; Red Maple 4%.

Mixed Product Description:

Jack Pine Woodsrun Mixed Products includes: Bolts 15%; Pulpwood 85%. Red Oak Woodsrun Mixed Products includes: Bolts 10%; Pulpwood 90%.

Marketing Conditions:

Access is through Camp Ripley, approximately 16 miles from main gate of camp. Site is between Chorwan Rd, and East Boundary Rd. Site is in training area 63.

This is a clearcut with reserve islands. This site may be burned in the future to promote an increased pine component on the site.

Aspen is 11" DBH, 5 sticks Red oak is 9" DBH, 3-4 sticks Jack Pine is 10" DBH, 5 sticks

Must follow commercial logging guidelines for Camp Ripley. The harvested wood on this sale is not FSC or SFI certified.

Price Adjustments:

Road Construction Costs: +10% Haul Distance to Nearest Mill: 0%

Stand Density: +5%

Operational Constraints: -5% Other Price Factor: 0%

Certification Note:

The timber on this tract is from non-certified land.

Appraiser:

Timothy Michael Stai

(Appraisal ID 13133-0; Cutting Block ID 15356-0)

TRACT B5 COUNTY: MORRISON AREA: LITTLE FALLS AREA ACRES: 49.5

Permit Number: B013729 Expiration Date: 05/31/2019

Purchased By: Minnesota Timber, LLC

Address: 12209 State Hwy 18, Brainerd, MN 56401

NWNW of Section 25; NENE, NESE, NWNE, SENE, SWNE of Section 26; SESE of Section 23 - Township 132,

Range 30W.

				APPRAISED			BID %: 0		
5	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE	
+	ASPEN SPECIES	WOODSRUN CORDWOOD	105.00	Cd	13.73	1,441.65	13.73	1,441.65	
+	OAK SPECIES	WOODSRUN MIXED PRODUCTS	67.00	Cd	15.54	1,041.18	15.54	1,041.18	
	MAPLE SPECIES	WOODSRUN CORDWOOD	54.00	Cd	7.23	390.42	7.23	390.42	
	PAPER BIRCH	WOODSRUN MIXED PRODUCTS	28.00	Cd	10.48	293.44	10.48	293.44	
	ASH	WOODSRUN MIXED PRODUCTS	1.00	Cd	8.67	8.67	8.67	8.67	
4	- BID SPECIES * S	SOLD ON APPRAISED VOLUME		APPRAIS	SED TOTAL =	\$3,175.36	BID TOTA	L = \$ 3,175.36	
			Α	DVANCE	PAYMENT =	\$476.30			

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

ANY LISTED SPECIES BIOMASS 155.00 Tons 0.85 131.75

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Largetooth Aspen 52%; Trembling Aspen 48%.

Maple Species Woodsrun Cordwood includes: Red Maple 39%; Sugar Maple 61%.

Oak Species Woodsrun Mixed Products includes: Bur Oak 7%; Red Oak 82%; White Oak 11%.

Mixed Product Description:

Ash Woodsrun Mixed Products includes: Bolts 50%; Pulpwood 50%.

Oak Species Woodsrun Mixed Products includes: Bolts 25%; Pulpwood 75%. Paper Birch Woodsrun Mixed Products includes: Bolts 45%; Pulpwood 55%.

Cutting and Felling:

- Harvest all orange marked trees.

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.
- Conduct sale operations on frozen soil conditions only, except with written permission from State.
- No sale operations will occur during any special hunts in Camp Ripley, without written permission from the state.

Sale Conditions:

- The sale will expire 5/31/2019 due to military training.
- The harvested wood on this sale is not FSC or SFI certified.

Marketing Conditions:

Access is through Camp Ripley, approximately 12 miles from main gate of camp. Site is south of Pantano Rd. on either side of Minshaw Trail. Sale is in training areas 44, and 48. This area can be shut down often for range firing.

This sale is a hardwood thinning to reduce the basal area to around 90 BA, and to keep a closed canopy structure. Any Ironwood and maple smaller than 5 in DBH can be removed for access and maneuverability for sale operations.

Oak is 12" avg DBH, 5 sticks Maple is 8" avg DBH, 2-4 sticks Birch is 12" avg DBH, 5 - 6 sticks

Must follow commercial logging guidelines for Camp Ripley. The harvested wood on this sale is not FSC or SFI certified.

Price Adjustments:

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

Certification Note:

The timber on this tract is from non-certified land.

Appraiser:

Walker J. Wearne

(Appraisal ID 13130-0; Cutting Block ID 15339-0)

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

LITTLE FALLS 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: September 7, 2017

LITTLE FALLS AREA

SUMMARY FOR <u>SOLD</u> TRACTS									
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE				
WOODSRUN MIXED	ASH	1.00	Cd	8.67	8.67				
PRODUCTS	PAPER BIRCH	98.00	Cd	10.52	1,030.82				
	OAK SPECIES	792.00	Cd	24.63	19,504.33				
	RED OAK	120.00	Cd	-	0.00				
	JACK PINE	105.00	Cd	-	0.00				
WOODSRUN CORDWOOD	ASPEN SPECIES	685.00	Cd	8.38	5,741.90				
	MAPLE SPECIES	89.00	Cd	7.40	658.17				
	MIXED HARDWOODS	64.00	Cd	6.00	384.15				
BIOMASS	ANY LISTED SPECIES (optional)	1,100.00	Tons	-	0.00				

TOTAL SOLD TRACTS CONVERTED TO CORDS: 1,954.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$32,327.60
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$50,180.33
TOTAL ACRES SOLD: 171.2

TOTAL NUMBER OF TRACTS SOLD: 5