

# 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 10:00 AM on Tuesday, December 5, 2017. All tracts were awarded at the Lewiston Area Office at 10:00 AM on December 6, 2017 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.





## MINNESOTA DEPARTMENT OF NATURAL RESOURCES

**DIVISION OF FORESTRY** 

REGULAR AUCTION SEALED BID TIMBER SALE LEWISTON AREA

# SEALED BIDS MUST BE RECEIVED PRIOR TO 10:00 AM on December 5, 2017

Bids will be awarded at the following location:

Lewiston Area Office at 10:00 AM on December 6, 2017 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 5, 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 *Cerfification 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 5, 2018, at the following Area Headquarters: Lewiston Area.

#### **TRACT B1** COUNTY: FILLMORE

AREA: LEWISTON AREA

ACRES: 12.4

Permit Number: B013775 Expiration Date: 05/31/2020

> Purchased By: Address:

JNSOLD

NWNE of Section 6 - Township 102, Range 11W.

				APPRAISED		BID:	
SPECIES	PRODUCT	VOLUME	UNIT		\$ VALUE	UNIT PRICE	\$ VALUE
+* BLACK OAK	WOODSRUN SAWTIMBER	43.10	MBF	140.25	6,044.78	140.25	6,044.78
+* RED OAK	SAWLOGS / VENEER	6.30	MBF	233.75	1,472.63	233.75	1,472.63
✤ BITTERNUT HICKORY	WOODSRUN SAWTIMBER	1.90	MBF	93.50	177.65	93.50	177.65
* MIXED HARDWOODS	WOODSRUN SAWTIMBER	1.50	MBF	73.95	110.93	73.95	110.93
✤ BLACK CHERRY	WOODSRUN SAWTIMBER	1.30	MBF	128.35	166.86	128.35	166.86
* AMERICAN ELM	WOODSRUN SAWTIMBER	1.10	MBF	42.50	46.75	42.50	46.75
★ WHITE OAK	WOODSRUN SAWTIMBER	0.90	MBF	178.50	160.65	178.50	160.65
* MISCELLANEOUS	FUELWOOD	5.00	Cd	4.25	21.25	4.25	21.25
+ BID SPECIES * SOLD	ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$8,201.50 \$1,230.23	BID TOTA	L = \$ 8,201.50

## **Mixed Species Description:**

Mixed Hardwoods Woodsrun Sawtimber includes: Basswood 89%; Boxelder 5%; White Ash 6%.

## **Mixed Product Description:**

Red Oak Sawlogs / Veneer includes: Sawtimber 86%; Veneer 14%.

## **Cutting and Felling:**

- Harvest trees marked with orange paint. Disregard yellow paint in area...
- Tree damage will be defined as 20 percent of stem circumference on non harvest trees.
- Crown damage will be defined as >= 30% of live crown.

## **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 dry/frozen soil conditions only, except with written permission from State.
- Operate during non-rutting soil conditions. Refer to DNR rutting guidelines.

## Landings Roads and Trails:

- Haul roads will be restored to pre-sale conditions.
- Stabilize roads, skid trails, borrow pits and landings as directed by the State upon completion of sale.
- Use only existing trails and landings.

## **Marketing Conditions:**

Trucks hauling signs shall be posted at ends of recreational trails that are being used for sale operation. 217 trees marked for sale. Access to sale is across state forest road from state Hwy 16. This is a sold on Appraised Volume sale (SOAV). State law requires DNR appraisers to meet accuracy standards set by the commissioner. To ensure these are being met, the Timber Sale Administrator (TSA) has the option to scale any or all of the wood products harvested from this permit before they are removed from the permit landing, or require the completion of the DNR Report of Timber Cut and Removed, or request copies of any mill tallies or load receipts.

## **Price Adjustments:**

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

# Appraiser:

Donald Edgar Jr

(Appraisal ID 13305-0; Cutting Block ID 15547-0)

#### **TRACT B2** COUNTY: FILLMORE

AREA: LEWISTON AREA

ACRES: 45.7

Permit Number: B013776 Expiration Date: 05/31/2019

> Purchased Bv: Address:

NESE, SESE, SESW, SWSE of Section 11 - Township 103, Range 9W.

					APPRAISED		BID:	
					UNIT		UNIT	
-	SPECIES	PRODUCT	VOLUME	UNIT		\$ VALUE	PRICE	\$ VALUE
+ :	RED OAK	SAWLOGS / VENEER	53.40	MBF	280.76	14,992.58	280.76	14,992.58
+ :	<ul> <li>BLACK OAK</li> </ul>	WOODSRUN SAWTIMBER	30.70	MBF	140.25	4,305.68	140.25	4,305.68
•	k ASH	WOODSRUN SAWTIMBER	8.80	MBF	73.95	650.76	73.95	650.76
•	<ul> <li>BASSWOOD</li> </ul>	WOODSRUN SAWTIMBER	7.00	MBF	74.80	523.60	74.80	523.60
	WHITE OAK	WOODSRUN SAWTIMBER	5.00	MBF	178.50	892.50	178.50	892.50
;	<ul> <li>SUGAR MAPLE</li> </ul>	WOODSRUN SAWTIMBER	3.40	MBF	191.25	650.25	191.25	650.25
;	BLACK CHERRY	WOODSRUN SAWTIMBER	1.70	MBF	128.35	218.20	128.35	218.20
;	AMERICAN ELM	WOODSRUN SAWTIMBER	0.80	MBF	42.50	34.00	42.50	34.00
;	BUR OAK	WOODSRUN SAWTIMBER	0.60	MBF	106.25	63.75	106.25	63.75
;	PAPER BIRCH	WOODSRUN SAWTIMBER	0.40	MBF	35.70	14.28	35.70	14.28
•	<ul> <li>ASPEN SPECIES</li> </ul>	WOODSRUN SAWTIMBER	0.20	MBF	52.66	10.53	52.66	10.53
•	<ul> <li>MIXED HARDWOODS</li> </ul>	FUELWOOD	8.00	Cd	4.25	34.00	4.25	34.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME			APPRAISED TOTAL =		\$22,390.13	BID TOTAL = \$ 22,390.1		

#### ADVANCE PAYMENT =

\$3.358.52

## **Mixed Species Description:**

Aspen Species Woodsrun Sawtimber includes: Trembling Aspen 100%. Mixed Hardwoods Fuelwood includes: Black Oak 90%; Sugar Maple 10%.

## Mixed Product Description:

Red Oak Sawlogs / Veneer includes: Sawtimber 93%; Veneer 7%.

## Cutting and Felling:

- Harvest trees marked with orange paint. Trees with orange 'W', 'L' or unmarked with paint are not to be cut..
- Reserve all trees with no paint and with orange 'W' or 'L'. Average size of unmarked trees is 14-16+ white and red oak.
- Reserved timber that is damaged will be assessed at a rate of double stumpage.
- Crown damage will be defined as >= 30% of live crown.
- Damaged residuals will not be removed.

## 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 dry or frozen soil conditions only, except with written permission from State.

## Site, Soil and Water Protection:

- Before entering or leaving the permit area, be sure all vehicles, equipment, trailers and personal gear are free of caked mud, dirt clods, plants, plant parts, bark or debris. Using a power washer or air compressor is recommended, but not required unless stated in another specification.

## Landings Roads and Trails:

- The location and construction of all roads must be pre-approved by the State.
- Stabilize roads, skid trails, borrow pits and landings as directed by the State a dozer will be required to rehab all constructed skid trails and roads ...

## Sale Conditions:

- Permission to cross private land must be obtained by permittee.

## COMPLETED - DATA AS OF 12/05/2017

## **Marketing Conditions:**

Access across the top is through private land. Permission must be obtained by logger. Tree count 733. This is a sold on Appraised Volume sale (SOAV). State law requires DNR appraisers to meet accuracy standards set by the commissioner. To ensure these are being met, the Timber Sale Administrator (TSA) has the option to scale any or all of the wood products harvested from this permit before they are removed from the permit landing, or require the completion of the DNR Report of Timber Cut and Removed, or request copies of any mill tallies or load receipts.

## **Price Adjustments:**

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

## **Appraiser:**

Donald Edgar Jr

(Appraisal ID 13300-0; Cutting Block ID 15473-0)

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 5, 2017

## LEWISTON AREA

SUMMARY FOR UNSOLD TRACTS								
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE			
WOODSRUN SAWTIMBER	ASH	8.80	MBF	73.95	650.76			
	AMERICAN ELM	1.90	MBF	42.50	80.75			
	ASPEN SPECIES	0.20	MBF	52.65	10.53			
	PAPER BIRCH	0.40	MBF	35.70	14.28			
	SUGAR MAPLE	3.40	MBF	191.25	650.25			
	BASSWOOD	7.00	MBF	74.80	523.60			
	BLACK CHERRY	3.00	MBF	128.35	385.06			
	BLACK OAK	73.80	MBF	140.25	10,350.46			
	WHITE OAK	5.90	MBF	178.50	1,053.15			
	BUR OAK	0.60	MBF	106.25	63.75			
	BITTERNUT HICKORY	1.90	MBF	93.50	177.65			
	MIXED HARDWOODS	1.50	MBF	73.95	110.93			
FUELWOOD	MIXED HARDWOODS	8.00	Cd	4.25	34.00			
	MISCELLANEOUS	5.00	Cd	4.25	21.25			
SAWLOGS / VENEER	RED OAK	59.70	MBF	275.80	16,465.21			
	SOLD TRACTS CONVERTED TO CORDS: D DOLLAR VALUE OF UNSOLD TRACTS: TOTAL ACRES UNSOLD: TOTAL NUMBER OF TRACTS UNSOLD:	\$ 30,591.63 58.1						