



MINNESOTA DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF FORESTRY

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

---

**STATUS: COMPLETED**  
**REGULAR AUCTION - SALE #1**  
**ORAL BID**

Notice is hereby given that I offered for sale at public auction in International Falls, MN at 9:00 AM on Wednesday, December 6, 2017, timber belonging to the State of Minnesota. All tracts were offered at the International Falls RRCC Theater in International Falls, 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  
ORAL BID TIMBER SALE  
LITTLEFORK AREA

9:00 AM on December 6, 2017  
International Falls RRCC Theater in International Falls, 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 December 6, 2018, at the following Area Headquarters: Littlefork Area.

**TRACT B1**

**COUNTY: KOOCHICHING**

**AREA: LITTLEFORK AREA**

**ACRES: 304.2**

Permit Number: B013763  
Expiration Date: 05/31/2019

**Purchased By:** Boise White Paper LLC  
**Address:** 400 3rd Ave E, International Falls, MN 56649

GL01, GL02, GL03, GL04, NWSW of Section 36 - Township 66, Range 26W.  
GL04, GL05, GL06, GL07, NESW, SENW of Section 6 - Township 65, Range 25W.  
GL01, GL02, GL03, GL04, NESE, SENE, SENW, SWNE of Section 1 - Township 65, Range 26W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TAMARACK	WOODSRUN CORDWOOD	3,330.00	Cd	6.12	20,379.60	6.12	20,379.60
+ BLACK SPRUCE	WOODSRUN CORDWOOD	1,950.00	Cd	13.01	25,369.50	13.01	25,369.50
WHITE CEDAR	WOODSRUN CORDWOOD	30.00	Cd	4.59	137.70	4.59	137.70
NORTHERN HARDWOODS	WOODSRUN CORDWOOD	25.00	Cd	10.10	252.50	10.10	252.50
BALSAM FIR	WOODSRUN CORDWOOD	20.00	Cd	13.01	260.20	13.01	260.20

+ BID SPECIES \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$46,399.50  
ADVANCE PAYMENT = \$6,959.93  
BID TOTAL = \$ 46,399.50

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

ANY LISTED SPECIES BIOMASS 2,050.00 Tons 1.00 2,050.00

**Mixed Species Description:**

Northern Hardwoods Woodsrun Cordwood includes: Ash 20%; Paper Birch 80%.

**Cutting and Felling:**

- Fell all live black spruce equal to or greater than 5 feet tall.

**Season of Operations:**

- Conduct all sale operations on frozen soil conditions only, except with written permission from State.

**Sale Conditions:**

- Access is across county and state land.
- Permission to cross county land must be obtained by permittee.
- Provisions of access and /or water crossing permits will become part of sale terms and conditions for this sale.
- The sale will expire on 5/31/2019 due to larch beetle in the area.

**Marketing Conditions:**

Tamarack is averaging a DBH of 8 inches and 4-5 sticks.  
Black spruce is averaging a DBH of 6 inches and 3-4 sticks.  
There is a cedar understory in the northern third of the sale that will need to be worked through. The merchantable cedar in this area are sparse and averaging a DBH of 7 inches and 2 sticks.

**Price Adjustments:**

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

**Appraiser:**

Timothy D. St Aubin

**TRACT B2** COUNTY: KOOCHICHING AREA: LITTLEFORK AREA ACRES: 345.9

Permit Number: B013764  
Expiration Date: 05/31/2020

Purchased By: UPM - Blandin Paper  
Address: 115 First Street SW, Grand Rapids, MN 55744

NENE,NENW,NESE,NESW,NWNW,NWSE,NWSW,SENE,SENW,SESE,SESW,SWNE,SWNW,SWSE,SWS  
W of Section 35 - Township 156, Range 25W.  
GL01,GL02,NESE,NWSE,SENE,SWNE of Section 2 - Township 155, Range 25W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 236	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ MIXED SPRUCE	WOODSRUN MIXED PRODUCTS	6,900.00	Cd	15.17	104,673.00	50.97	351,693.00
+ TAMARACK	WOODSRUN CORDWOOD	1,350.00	Cd	7.14	9,639.00	23.99	32,386.50
BALSAM FIR	WOODSRUN CORDWOOD	12.00	Cd	15.17	182.04	15.17	182.04
NORTHERN HARDWOODS	WOODSRUN CORDWOOD	1.00	Cd	26.30	26.30	26.30	26.30
WHITE CEDAR	WOODSRUN CORDWOOD	1.00	Cd	5.36	5.36	5.36	5.36

+ BID SPECIES \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$114,525.70      BID TOTAL = \$ 384,293.20  
 ADVANCE PAYMENT = \$17,178.86

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

ANY LISTED SPECIES	BIOMASS	3,800.00	Tons	1.00	3,800.00
--------------------	---------	----------	------	------	----------

**Mixed Species Description:**

Mixed Spruce Woodsrun Mixed Products includes: Black Spruce 99%; White Spruce 1%.  
Northern Hardwoods Woodsrun Cordwood includes: Paper Birch 96%; Red Maple 2%; Trembling Aspen 2%.

**Mixed Product Description:**

Mixed Spruce Woodsrun Mixed Products includes: Bolts 20%; Pulpwood 80%.

**Cutting and Felling:**

- Fell all live black spruce equal to or greater than 5 feet tall.

**Season of Operations:**

- Conduct sale operations on frozen soil conditions only, except with written permission from State.

**Sale Conditions:**

- Access is across state land.

**Marketing Conditions:**

Spruce is averaging about a 7" DBH, 5 sticks, 20% bolts, and 20.5 cords per acre. Tamarack is averaging about an 8" DBH, 4 sticks, and 4 cords per acre.  
Access is excellent for this sale, right off of county road 13 and the Gowdy.  
There is a 10 acre area of low volume timber (see map) in the north unit that will need to be worked through.

**Price Adjustments:**

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

**Appraiser:**

Timothy D. St Aubin



**TRACT B3** COUNTY: KOOCHICHING AREA: LITTLEFORK AREA ACRES: 53.8

Permit Number: B013765  
 Expiration Date: 05/31/2021

Purchased By: Bell Timber Inc.  
 Address: 4 Berger Avenue, Barron, WI 54812

NENE,NESE,NWNE,SENE,SWNE of Section 16 - Township 155, Range 25W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 20	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ PINE SPECIES	WOODSRUN MIXED PRODUCTS	1,308.00	Cd	40.11	52,463.88	48.13	62,954.04
+ TREMBLING ASPEN	WOODSRUN CORDWOOD	125.00	Cd	27.67	3,458.75	33.20	4,150.00
MIXED HARDWOODS	WOODSRUN CORDWOOD	30.00	Cd	12.50	375.00	12.50	375.00
SPRUCE-BALSAM	WOODSRUN CORDWOOD	30.00	Cd	15.17	455.10	15.17	455.10
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$56,752.73	BID TOTAL = \$ 67,934.14
				ADVANCE PAYMENT =		\$8,512.91	

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

ANY LISTED SPECIES BIOMASS 635.00 Tons 1.00 635.00

**Mixed Species Description:**

Mixed Hardwoods Woodsrun Cordwood includes: Paper Birch 76%; Red Maple 24%.  
 Pine Species Woodsrun Mixed Products includes: Jack Pine 8%; Norway Pine 92%.  
 Spruce-Balsam Woodsrun Cordwood includes: Balsam Fir 17%; White Spruce 83%.

**Mixed Product Description:**

Pine Species Woodsrun Mixed Products includes: Bolts 31%; Pulpwood 33%; Sawtimber 36%.

**Season of Operations:**

- Conduct sale operations on dry / frozen soil conditions only, except with written permission from State.
- The Timber Sale Administrator (TSA) can allow or stop permit operations to minimize rutting, beetle infestations or wildfire risk. If excessive damage is occurring, the TSA will stop operations until site conditions improve. For pine final harvest operations the following restrictions apply to cut pine greater than 3 inch diameter:

December 1 to May 31: Pine cut in this period must be hauled or destroyed by June 1.  
 June 1 to August 31: Pine cut in this period must be hauled or destroyed within 3 weeks.  
 September 1 to November 30: No special restrictions for pine cut in this period.

**Sale Conditions:**

- Access is across state land.

**Marketing Conditions:**

Norway pine avg. DBH 17", 7-8 stick. Diameters range between 12" and 22".

Sale is 4.7 miles northwest of Big Falls. Follow CR13 north 1.7 mi, left on UT 57 for 1 mi, then right 2 mi on the Ben Linn SFR.

Good summer access immediately adjacent to the Ben Linn SFR and Rader County Forest Road.

Pile tops and slash at landing to aid in post-harvest planting.

**Price Adjustments:**

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

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

**Appraiser:**

Matthew S. Wappler

(Appraisal ID 13306-0; Cutting Block ID 15548-0)

---

**TRACT B4**

**COUNTY: KOOCHICHING**

**AREA: LITTLEFORK AREA**

**ACRES: 116.4**

Permit Number: B013766  
Expiration Date: 05/31/2020

**Purchased By:** Boise White Paper LLC  
**Address:** 400 3rd Ave E, International Falls, MN 56649

NWNW of Section 32; NWSW,SWSW of Section 29; GL01,GL02,NENE,NENW,NWNE,SENW of Section 31;  
GL04,SESE,SESW,SWSE of Section 30 - Township 156, Range 28W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	3,600.00	Cd	28.99	104,364.00	28.99	104,364.00
BALSAM FIR	WOODSRUN CORDWOOD	300.00	Cd	15.90	4,770.00	15.90	4,770.00
NORTHERN HARDWOODS	WOODSRUN CORDWOOD	250.00	Cd	12.57	3,142.50	12.57	3,142.50

+ BID SPECIES      \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$112,276.50      BID TOTAL = \$ 112,276.50  
ADVANCE PAYMENT = \$16,841.48

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

ANY LISTED SPECIES      BIOMASS      1,970.00 Tons      1.00      1,970.00

**Mixed Species Description:**

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 1%; Trembling Aspen 99%.  
Northern Hardwoods Woodsrun Cordwood includes: Ash 8%; Basswood 12%; Paper Birch 50%; Red Maple 30%.

**Season of Operations:**

- Conduct sale operations on frozen soil conditions only, except with written permission from State.

**Sale Conditions:**

- Access is across state land.

**Marketing Conditions:**

Aspen- 10" d.b.h. and 6 stick average  
  
Balsam fir- 7" d.b.h. and 3 stick average

**Price Adjustments:**

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

**Appraiser:**

Michael Robert Grossman



**TRACT B5**

**COUNTY: KOOCHICHING**

**AREA: LITTLEFORK AREA**

**ACRES: 141.3**

Permit Number: B013767  
Expiration Date: 05/31/2020

**Purchased By:** Boise White Paper LLC  
**Address:** 400 3rd Ave E, International Falls, MN 56649

SESE of Section 34; SWSW of Section 35 - Township 158, Range 26W.  
GL01, GL02, GL03, NESW, SENW, SWNE of Section 3; GL04 of Section 2 - Township 157, Range 26W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 43	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	4,885.00	Cd	28.64	139,906.40	40.96	200,089.60
+ BALSAM FIR	WOODSRUN CORDWOOD	790.00	Cd	15.90	12,561.00	22.74	17,964.60
+ NORTHERN HARDWOODS	WOODSRUN CORDWOOD	600.00	Cd	10.10	6,060.00	14.44	8,664.00
BLACK SPRUCE	WOODSRUN CORDWOOD	15.00	Cd	15.90	238.50	15.90	238.50
TAMARACK	WOODSRUN CORDWOOD	2.00	Cd	7.48	14.96	7.48	14.96

+ BID SPECIES \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$158,780.86  
ADVANCE PAYMENT = \$23,817.13  
BID TOTAL = \$ 226,971.66

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

ANY LISTED SPECIES BIOMASS 2,800.00 Tons 1.00 2,800.00

**Mixed Species Description:**

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 8%; Trembling Aspen 92%.  
Northern Hardwoods Woodsrun Cordwood includes: Ash 80%; Paper Birch 20%.

**Cutting and Felling:**

- Fell all live black spruce equal to or greater than 5 feet tall.

**Season of Operations:**

- Conduct sale operations on frozen soil conditions only, except with written permission from State.

**Sale Conditions:**

- Access is across state and Molpus land.  
- Permission to cross Molpus land must be obtained by permittee.

**Marketing Conditions:**

Average sticks and dbh:  
Aspen species: 7 sticks, 12" dbh  
Balsam fir: 3 sticks, 7" dbh  
Paper birch: 4 sticks, 7" dbh  
Black ash: 5 sticks, 8" dbh

Approximately 1/2 an acre of black spruce and tamarack are present in the sale area along the Molpus/state property line.

Sale is located 1.5 miles southwest of the Black River bridge on the Red Barn Rd.

Access to sale is through Molpus Timberlands land.

**Price Adjustments:**

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

**Appraiser:**

Kirby M. Readman

(Appraisal ID 12853-0; Cutting Block ID 15079-0)

---

---

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

LITTLEFORK 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 6, 2017

- SUMMARY SHEET -

12/06/2017 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 12/06/2017

LITTLEFORK AREA

SUMMARY FOR <u>SOLD</u> TRACTS					
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
WOODSRUN MIXED PRODUCTS	PINE SPECIES	1,308.00	Cd	48.13	62,954.04
	MIXED SPRUCE	6,900.00	Cd	50.97	351,693.00
WOODSRUN CORDWOOD	ASPEN SPECIES	8,485.00	Cd	35.88	304,453.60
	TREMBLING ASPEN	125.00	Cd	33.20	4,150.00
	NORTHERN HARDWOODS	876.00	Cd	13.80	12,085.30
	SPRUCE-BALSAM	30.00	Cd	15.17	455.10
	BALSAM FIR	1,122.00	Cd	20.66	23,176.84
	BLACK SPRUCE	1,965.00	Cd	13.03	25,608.00
	TAMARACK	4,682.00	Cd	11.27	52,781.06
	WHITE CEDAR	31.00	Cd	4.61	143.06
	MIXED HARDWOODS	30.00	Cd	12.50	375.00
BIOMASS	ANY LISTED SPECIES (optional)	11,255.00	Tons	-	0.00
TOTAL SOLD TRACTS CONVERTED TO CORDS:		25,554.00			
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS:		\$ 488,735.29			
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS:		\$ 837,875.00			
TOTAL ACRES SOLD:		961.6			
TOTAL NUMBER OF TRACTS SOLD:		5			