



MINNESOTA DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF FORESTRY

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

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

Notice is hereby given that I offered for sale at public auction in Onamia, MN at 9:30 AM on Tuesday, June 12, 2018, timber belonging to the State of Minnesota. All tracts were offered at the Onamia Forestry Field Station in Onamia, 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  
LITTLE FALLS AREA

9:30 AM on June 12, 2018  
Onamia Forestry Field Station in Onamia, 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 June 12, 2019, at the following Area Headquarters: Little Falls Area.

**TRACT B1** COUNTY: SHERBURNE AREA: LITTLE FALLS AREA ACRES: 96.3

Permit Number: B014008  
 Expiration Date: 05/31/2021

Purchased By: PotlatchDeltic Land & Lumber, LLC  
 Address: 50518 Co Rd 45, Bemidji, MN 56601

SWNE of Section 17 - Township 34, Range 27W.  
 NWNE,SWNE of Section 17 - Township 34, Range 27W.  
 SESW,SWSE of Section 16 - Township 34, Range 27W.  
 NENW of Section 17 - Township 34, Range 27W.  
 NWNE,SENW,SWNE of Section 17 - Township 34, Range 27W.  
 NENW,NWNW of Section 21 - Township 34, Range 27W.  
 NWSE,SENE,SWNE of Section 17 - Township 34, Range 27W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 21	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	WOODSRUN MIXED PRODUCTS	1,125.00	Cd	21.41	24,086.25	25.91	29,148.75
NORWAY SPRUCE	WOODSRUN MIXED PRODUCTS	41.00	Cd	18.71	767.11	18.71	767.11
WHITE PINE	WOODSRUN MIXED PRODUCTS	13.00	Cd	18.40	239.20	18.40	239.20
SCOTCH PINE	PULPWOOD	7.00	Cd	7.20	50.40	7.20	50.40
TAMARACK	PULPWOOD	3.00	Cd	6.40	19.20	6.40	19.20
PAPER BIRCH	PULPWOOD	1.00	Cd	10.40	10.40	10.40	10.40
ANY LISTED SPECIES	BIOMASS	623.00	Tons	0.80	498.40	0.80	498.40

+ BID SPECIES \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$25,670.96  
 ADVANCE PAYMENT = \$3,850.64  
 BID TOTAL = \$ 30,733.46

**Mixed Product Description:**

Norway Pine Woodsrun Mixed Products includes: Bolts 71%; Pulpwood 29%.  
 Norway Spruce Woodsrun Mixed Products includes: Bolts 60%; Pulpwood 40%.  
 White Pine Woodsrun Mixed Products includes: Bolts 70%; Pulpwood 30%.

**Cutting and Felling:**

- Harvest 1 row leaving 2 or with permission of TSA harvest 2 rows leaving 4 (Cutting Block 3).
- Harvest pine and spruce trees marked with orange paint (Cutting Block 6).
- Harvest red and scotch pine to leave 90 sq ft basal area (Cutting Block 5).
- Harvest red pine and birch, reserving 100 sq ft basal area and reserve all white pine. Sale boundary is marked with blue paint (Cutting Block 2).
- Harvest red pine and tamarack reserve 100 sq feet basal area (Cutting Block 1).
- Harvest red pine marked with orange paint (Cutting Block 7).
- Harvest red pine leaving 100 sq ft basal area. Boundary is marked with blue paint on trees (Cutting Block 4).
- Reserve 100 sq ft basal area and all white pine (Cutting Blocks 1 and 2).
- Reserve 100 sq ft of basal area and all merchantable white pine (Cutting Block 4).
- Reserve all unmarked trees (Cutting Blocks 6 and 7).
- Reserve merchantable white pine (Cutting Block 3).
- Reserve merchantable white pine and white spruce (Cutting Block 5).
- Clear cut area is marked with 2 blue dots on the boundary trees. In clearcut area fell trees to the interior of the clearcut for piling and burning (Cutting Blocks 2 and 4).

**Season of Operations:**

- No sale operations allowed between May 1 to June 30 or August 1 to October 31 without written permission from State (Cutting Block 6).

**Slash Disposal:**

**Slash Disposal (Continued):**

- A clearcut area is marked with 2 blue paint dots on the boundary trees. Do not scatter slash in the clearcut area, rather fell trees towards the center of the clearcut area. Pile tops and slash at least 60 feet from standing trees (Cutting Blocks 2 and 4).

**Landings Roads and Trails:**

- Post "Trucks Hauling" signs 200 feet beyond either end of road/trail section being used (Cutting Blocks 1, 2, 3, 4, 5, 6, and 7).
- Recreation trail may be used as access (Cutting Blocks 1, 2, 3, 4, 5, and 6).

**Sale Conditions:**

- Access is across state land (Cutting Blocks 1, 2, 3, 4, 5, 6, and 7).
- Town of Orrock has 5 ton axle weight limit. Enter township roads with no load (Cutting Blocks 1, 2, 3, 4, 5, 6, and 7).

**Marketing Conditions:**

Cutting blocks 1, 2, and 7 are likely to yield a significant number of utility poles.

**Price Adjustments:**

- Road Construction Costs: +5%
- Haul Distance to Nearest Mill: -15%
- Stand Density: -10%
- Operational Constraints: 0%
- Other Price Factor: 0%

**Appraiser:**

Michael E. Peltier

**TRACT B2**

**COUNTY: TODD**

**AREA: LITTLE FALLS AREA**

**ACRES: 13.6**

Permit Number: B014009  
Expiration Date: 05/31/2021

**Purchased By:** Edin Logging Inc.  
**Address:** 16568 - 235th Ave, Staples, MN 56479

NWNW of Section 36 - Township 132, Range 32W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	321.00	Cd	13.50	4,333.50	13.50	4,333.50
+ PINE SPECIES	PULP & BOLTS	36.00	Cd	12.08	434.88	12.08	434.88
+ RED MAPLE	PULPWOOD	36.00	Cd	11.70	421.20	11.70	421.20
+ NORTHERN PIN OAK	PULP & BOLTS	25.00	Cd	16.85	421.25	16.85	421.25
	MIXED HARDWOODS	6.00	Cd	11.56	69.36	11.56	69.36
	MISCELLANEOUS	209.00	Tons	0.90	188.10	0.90	188.10

+ BID SPECIES      \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL =	\$5,868.29	BID TOTAL = \$	5,868.29
ADVANCE PAYMENT =	<u>\$880.24</u>		

**Mixed Species Description:**

Aspen Species Pulp & Bolts includes: Largetooth Aspen 80%; Trembling Aspen 20%.  
Mixed Hardwoods Pulpwood includes: Green Ash 5%; Paper Birch 95%.  
Pine Species Pulp & Bolts includes: Norway Pine 42%; White Pine 58%.

**Mixed Product Description:**

Aspen Species Pulp & Bolts includes: Bolts 5%; Pulpwood 95%.  
Northern Pin Oak Pulp & Bolts includes: Bolts 9%; Pulpwood 91%.  
Pine Species Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.

**Marketing Conditions:**

Permittee shall notify the township that the gravel road will be used for transporting wood. Fawn Lake Township contact number is (218)894-2826.

**Price Adjustments:**

Road Construction Costs: 0%  
Haul Distance to Nearest Mill: -15%  
Stand Density: +10%  
Operational Constraints: -5%  
Other Price Factor: 0%

**Appraiser:**

Timothy Michael Stai

**TRACT B3**

**COUNTY: MORRISON**

**AREA: LITTLE FALLS AREA**

**ACRES: 50.0**

Permit Number: B014010  
Expiration Date: 05/31/2022

Purchased By:  
Address:

# UNSOLD

NESW,NWSW,SENW,SESW,SWSE,SWSW of Section 36 - Township 133, Range 31W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TAMARACK	WOODSRUN CORDWOOD	440.00	Cd	4.80	2,112.00	4.80	2,112.00
+ BID SPECIES      * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$2,112.00	BID TOTAL = \$ 2,112.00
				ADVANCE PAYMENT =		\$316.80	

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

ANY LISTED SPECIES	BIOMASS	123.20 Tons	0.60	73.92
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**Cutting and Felling:**

- Harvest merchantable tamarack in the cutting area.
- Reserve tamarack 1 stick and shorter in height.

**Season of Operations:**

- Conduct sale operations on frozen soil conditions only, except with written permission from State.
- Frozen ground access only.
- Frozen ground access across private.

**Sale Conditions:**

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

**Marketing Conditions:**

Average Sticks: 3-6 Average DBH:7-9

**Price Adjustments:**

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

**Appraiser:**

Andrew John Butler

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: June 12, 2018

- SUMMARY SHEET -

06/12/2018 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 06/14/2018

LITTLE FALLS AREA

SUMMARY FOR <u>SOLD</u> TRACTS					
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	ASPEN SPECIES	321.00	Cd	13.50	4,333.50
	NORTHERN PIN OAK	25.00	Cd	16.85	421.25
	PINE SPECIES	36.00	Cd	12.08	434.88
WOODSRUN MIXED PRODUCTS	WHITE PINE	13.00	Cd	18.40	239.20
	NORWAY PINE	1,125.00	Cd	25.91	29,148.75
	NORWAY SPRUCE	41.00	Cd	18.71	767.11
PULPWOOD	PAPER BIRCH	1.00	Cd	10.40	10.40
	RED MAPLE	36.00	Cd	11.70	421.20
	SCOTCH PINE	7.00	Cd	7.20	50.40
	TAMARACK	3.00	Cd	6.40	19.20
	MIXED HARDWOODS	6.00	Cd	11.56	69.36
BIOMASS	ANY LISTED SPECIES	623.00	Tons	0.80	498.40
	MISCELLANEOUS	209.00	Tons	0.90	188.10

**TOTAL SOLD TRACTS CONVERTED TO CORDS:** 1,614.00  
**TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS:** \$ 31,539.25  
**TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS:** \$ 36,601.75  
**TOTAL ACRES SOLD:** 109.9  
**SOLD TRACT NUMBERS:** 1, 2  
**TOTAL NUMBER OF TRACTS SOLD:** 2

SUMMARY FOR <u>UNSOLD</u> TRACTS					
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
WOODSRUN CORDWOOD	TAMARACK	440.00	Cd	4.80	2,112.00
BIOMASS	ANY LISTED SPECIES (optional)	123.20	Tons	0.60	73.92

**TOTAL UNSOLD TRACTS CONVERTED TO CORDS:** 440.00  
**TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS:** \$ 2,112.00  
**TOTAL ACRES UNSOLD:** 50.0  
**UNSOLD TRACT NUMBER:** 3  
**TOTAL NUMBER OF TRACTS UNSOLD:** 1