



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 4, 2018. All tracts were awarded at the Lewiston DNR Forestry Office at 10:00 AM on December 5, 2018; Mail to: PO Box 279, Lewiston, MN 559 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.



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
LEWISTON AREA

**SEALED BIDS MUST BE RECEIVED PRIOR TO
10:00 AM on December 4, 2018**

Bids will be awarded at the following location:

Lewiston DNR Forestry Office at 10:00 AM on December 5, 2018; Mail to: PO Box 279, Lewiston, MN 559 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 4, 2018). 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 December 4, 2019, at the following Area Headquarters: Lewiston Area.

TRACT B1

COUNTY: FILLMORE

AREA: LEWISTON AREA

ACRES: 14.9

Permit Number: B014062
Expiration Date: 05/31/2022

Purchased By:
Address:

UNSOLD

SESW,SWSE of Section 25 - Township 104, Range 9W.
NESW,NWNW,SESW of Section 5 - Township 103, Range 8W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID:	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ WHITE PINE	PULP & BOLTS	201.00	Cd	5.31	1,067.31	5.31	1,067.31
+ MIXED HARDWOODS	PULPWOOD	10.00	Cd	10.20	102.00	10.20	102.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$1,169.31	BID TOTAL = \$ 1,169.31
				ADVANCE PAYMENT =		\$175.40	

Mixed Species Description:

Mixed Hardwoods Pulpwood includes: Paper Birch 32%; Trembling Aspen 68%.

Mixed Product Description:

White Pine Pulp & Bolts includes: Bolts 27%; Pulpwood 73%.

Season of Operations:

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

Landings Roads and Trails:

- Haul roads will be restored to pre-sale conditions.

Sale Conditions:

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

Marketing Conditions:

(N/A)

Price Adjustments:

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

Appraiser:

Alexander W. Gehrig

TRACT B2

COUNTY: FILLMORE

AREA: LEWISTON AREA

ACRES: 34.3

Permit Number: B014063
Expiration Date: 05/31/2022

Purchased By:
Address:

UNSOLD

NENE,SENE of Section 3; NESW,NWNW,NWSE,NWSW,SWNE,SWNW,SWSE of Section 2 - Township 103, Range 10W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ WHITE PINE	PULP & BOLTS	347.00	Cd	6.45	2,238.15	6.45	2,238.15
+ LARGETOOTH ASPEN	PULP & BOLTS	30.00	Cd	10.80	324.00	10.80	324.00
SCOTCH PINE	PULPWOOD	18.00	Cd	3.75	67.50	3.75	67.50
NORWAY PINE	PULPWOOD	12.00	Cd	3.75	45.00	3.75	45.00

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL =	\$2,674.65	BID TOTAL = \$	2,674.65
ADVANCE PAYMENT =	<u>\$401.20</u>		

Mixed Product Description:

Largetooth Aspen Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.
White Pine Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

Season of Operations:

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

Landings Roads and Trails:

- Haul roads will be restored to pre-sale conditions.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

(N/A)

Price Adjustments:

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

Appraiser:

Alexander W. Gehrig

TRACT B3

COUNTY: WINONA

AREA: LEWISTON AREA

ACRES: 25.9

Permit Number: B014064
Expiration Date: 05/31/2021

Purchased By:
Address:

UNSOLD

NWSW,SWSW of Section 35 - Township 105, Range 9W.
NESW,SESW of Section 27 - Township 105, Range 9W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ WHITE PINE	WOODSRUN MIXED PRODUCTS	329.40	Cd	10.88	3,583.87	10.88	3,583.87
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$3,583.87	BID TOTAL = \$ 3,583.87
				ADVANCE PAYMENT =		\$537.58	

Mixed Product Description:

White Pine Woodsrun Mixed Products includes: Bolts 30%; Pulpwood 55%; Sawtimber (Softwood Only) 15%.

Cutting and Felling:

- Multiple cutting block sale, see individual cutting blocks for specifications (Cutting Blocks 1 and 2).

Season of Operations:

- No operations during regular deer firearm season (Cutting Blocks 1 and 2).

Sale Conditions:

- Access is across state land (Cutting Blocks 1 and 2).
- The sale will expire on May 31st, 2021 due to silvicultural reasons (Cutting Blocks 1 and 2).

Marketing Conditions:

Pricing reflects a 15% deduction for haul distance to nearest mill. Access roads are minimum maintenance and can be low quality.

Price Adjustments:

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

Appraiser:

Daniel Kutschied

TRACT B4

COUNTY: WINONA

AREA: LEWISTON AREA

ACRES: 19.5

Permit Number: B014065
Expiration Date: 05/31/2022

Purchased By:
Address:

UNSOLD

NWSW of Section 16 - Township 106, Range 5W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
++ RED OAK	SAWLOG-GRADE 2 (HARDWOOD)	76.80	MBF	170.40	13,086.72	170.40	13,086.72
++ RED OAK	PRIME (HARDWOOD)	10.50	MBF	292.00	3,066.00	292.00	3,066.00
* WHITE OAK	SAWLOG-GRADE 2 (HARDWOOD)	9.60	MBF	152.80	1,466.88	152.80	1,466.88
* BLACK OAK	SAWLOG-GRADE 2 (HARDWOOD)	9.00	MBF	127.20	1,144.80	127.20	1,144.80
* BUR OAK	SAWLOG-GRADE 2 (HARDWOOD)	8.90	MBF	114.40	1,018.16	114.40	1,018.16
* CENTRAL HARDWOODS	SAWLOG-GRADE 2 (HARDWOOD)	3.80	MBF	58.65	222.87	58.65	222.87
* BASSWOOD	SAWLOG-GRADE 2 (HARDWOOD)	3.40	MBF	48.00	163.20	48.00	163.20
++ BLACK WALNUT	SAWLOG-GRADE 1 (HARDWOOD)	2.70	MBF	784.30	2,117.61	784.30	2,117.61
++ BLACK WALNUT	SAWLOG-GRADE 3 (HARDWOOD)	2.70	MBF	331.30	894.51	331.30	894.51
++ BLACK WALNUT	SELECT (HARDWOOD)	2.70	MBF	2,873.40	7,758.18	2,873.40	7,758.18
++ BLACK WALNUT	SAWLOG-GRADE 2 (HARDWOOD)	1.50	MBF	563.25	844.88	563.25	844.88
++ BLACK WALNUT	PRIME (HARDWOOD)	1.00	MBF	3,808.00	3,808.00	3,808.00	3,808.00
* CENTRAL HARDWOODS	FUELWOOD	10.00	Cd	5.60	56.00	5.60	56.00

+ BID SPECIES

* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$35,647.81 BID TOTAL = \$ 35,647.81
ADVANCE PAYMENT = \$5,347.17

Mixed Species Description:

Central Hardwoods Fuelwood includes: Black Oak 10%; Black Walnut 5%; Bur Oak 10%; Red Oak 65%; White Oak 10%.
Central Hardwoods Sawlog-Grade 2 (Hardwood) includes: American Elm 53%; Ash 2%; Black Cherry 4%; Hackberry 5%; Paper Birch 12%; Shagbark Hickory 23%; Sugar Maple 1%.

Cutting and Felling:

- Harvest trees marked with orange slashes.

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.

Landings Roads and Trails:

- Approximately 4100 feet of access road will need to be built by buyer to access sale across State Land. Location has been flagged by forester. State Forest access is off of Leeward Road.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

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 tally or load receipts.

Tree count: 307 red oak, 57 black oak, 65 white oak, 90 bur oak, 26 walnut, 22 basswood, 18 elm, 4 shagbark hickory, 8 paper birch, 2 black cherry, 1 sugar maple, 1 hackberry.

Price Adjustments:

Road Construction Costs: -10%

Haul Distance to Nearest Mill: 0%

Stand Density: 0%

Operational Constraints: -10%

Other Price Factor: 0%

Appraiser:

Kevin M. O'Brien

(Appraisal ID 13704-0; Cutting Block ID 16007-0)

TRACT B5

COUNTY: WINONA

AREA: LEWISTON AREA

ACRES: 51.6

Permit Number: B014066
Expiration Date: 05/31/2021

Purchased By:
Address:

UNSOLD

NESE, SENE, SWNE of Section 23; NENW, NWNW of Section 25;
NESE, NESW, NWSE, NWSW, SENE, SENW, SWNE, SWNW of Section 26; NENW, NWSW, SENW of Section 24
- Township 108, Range 10W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	WOODSRUN MIXED PRODUCTS	516.00	Cd	10.17	5,247.72	10.17	5,247.72
+ WHITE PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	210.00	Cd	28.05	5,890.50	28.05	5,890.50
+ WHITE SPRUCE	WOODSRUN MIXED PRODUCTS	61.00	Cd	10.16	619.76	10.16	619.76

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$11,757.98 BID TOTAL = \$ 11,757.98
ADVANCE PAYMENT = \$1,763.70

Mixed Product Description:

Norway Pine Woodsrun Mixed Products includes: Bolts 17%; Pulpwood 70%; Sawtimber (Softwood Only) 13%.
White Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 13%; Pulpwood 51%; Sawtimber (Softwood Only) 36%.
White Spruce Woodsrun Mixed Products includes: Bolts 18%; Pulpwood 71%; Sawtimber (Softwood Only) 11%.

Season of Operations:

- The Timber Sale Administrator (TSA) can allow or stop permit operations to minimize rutting, root damage, bark slippage, beetle infestations or wildfire risk. If excessive damage is occurring, the TSA will stop operations until site conditions improve. For pine thinning 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.

- Conduct sale operations on dry/frozen soil conditions only, except with written permission from State.
- No sale operations allowed during the regular deer firearms season.

Slash Disposal:

- Biomass harvest is not allowed on this permit.

Landings Roads and Trails:

- Haul roads will be restored to pre-sale conditions.

Sale Conditions:

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

Marketing Conditions:

Only one stand requires private land access. This stand is in section 25 and extends west into section 26.
Prices reduced 15% for hauling distance.
No harvest activity will be allowed on the sale during the regular deer firearms season.

Price Adjustments:

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

Other Price Factor: 0%

Appraiser:

Kurt B. Hinz

(Appraisal ID 13742-0; Cutting Block ID 15970-0)

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 4, 2018

- SUMMARY SHEET -

12/04/2018 REGULAR AUCTION - SALE #3

COMPLETED - DATA AS OF 12/05/2018

LEWISTON AREA

SUMMARY FOR UNSOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
PULP & BOLTS	LARGETOOTH ASPEN	30.00	Cd	10.80	324.00
	WHITE PINE	548.00	Cd	6.03	3,305.46
WOODSRUN MIXED PRODUCTS	WHITE PINE	329.40	Cd	10.88	3,583.87
	NORWAY PINE	516.00	Cd	10.17	5,247.72
	WHITE SPRUCE	61.00	Cd	10.16	619.76
PULPWOOD	NORWAY PINE	12.00	Cd	3.75	45.00
	SCOTCH PINE	18.00	Cd	3.75	67.50
	MIXED HARDWOODS	10.00	Cd	10.20	102.00
FUELWOOD	CENTRAL HARDWOODS	10.00	Cd	5.60	56.00
WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	WHITE PINE	210.00	Cd	28.05	5,890.50
SAWLOG-GRADE 3 (HARDWOOD)	BLACK WALNUT	2.70	MBF	331.30	894.51
SAWLOG-GRADE 2 (HARDWOOD)	BASSWOOD	3.40	MBF	48.00	163.20
	BLACK WALNUT	1.50	MBF	563.25	844.88
	RED OAK	76.80	MBF	170.40	13,086.72
	BLACK OAK	9.00	MBF	127.20	1,144.80
	WHITE OAK	9.60	MBF	152.80	1,466.88
	BUR OAK	8.90	MBF	114.40	1,018.16
	CENTRAL HARDWOODS	3.80	MBF	58.65	222.87
SAWLOG-GRADE 1 (HARDWOOD)	BLACK WALNUT	2.70	MBF	784.30	2,117.61
SELECT (HARDWOOD)	BLACK WALNUT	2.70	MBF	2,873.40	7,758.18
PRIME (HARDWOOD)	BLACK WALNUT	1.00	MBF	3,808.00	3,808.00
	RED OAK	10.50	MBF	292.00	3,066.00

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 2,009.60
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 54,833.62
TOTAL ACRES UNSOLD: 146.2
TOTAL NUMBER OF TRACTS UNSOLD: 5