



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY

NOTICE OF SALE OF STUMPAGE ON STATE LANDS IN THE FOLLOWING AREAS:
LITTLE FALLS AREA, SANDSTONE 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 2:00 PM on Tuesday, June 11, 2019. All tracts were awarded at the "DNR General Andrews Wildfire Training Center at 9:00 AM on June 12, 2019; Mail to: Sandstone Area in Willow River, 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
LITTLE FALLS AREA, SANDSTONE AREA

**SEALED BIDS MUST BE RECEIVED PRIOR TO
2:00 PM on June 11, 2019**

Bids will be awarded at the following location:

DNR General Andrews Wildfire Training Center at 9:00 AM on June 12, 2019; Mail to: Sandstone Area in Willow River, 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 (June 11, 2019). 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 June 11, 2020, at the following Area Headquarters: Little Falls Area, Sandstone Area.

TRACT B1 COUNTY: SHERBURNE AREA: LITTLE FALLS AREA ACRES: 35.8

Permit Number: B014263
Expiration Date: 05/31/2022

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

NENE,NWNE,SENE,SWNE of Section 16 - Township 34, Range 27W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 110	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	SAWTIMBER (SOFTWOOD ONLY)	882.00	MBF	77.00	67,914.00	161.70	142,619.40
WHITE PINE	SAWTIMBER (SOFTWOOD ONLY)	5.50	MBF	65.00	357.50	65.00	357.50
WHITE SPRUCE	PULPWOOD	57.00	Cd	12.00	684.00	12.00	684.00
ASPEN SPECIES	PULPWOOD	14.90	Cd	14.00	208.60	14.00	208.60
AMERICAN ELM	PULPWOOD	6.60	Cd	5.00	33.00	5.00	33.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$69,197.10	BID TOTAL = \$	143,902.50
				ADVANCE PAYMENT =	\$10,379.57		

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 50%; Trembling Aspen 50%.

Cutting and Felling:

- Harvest all trees over 4" dbh of the following species: red pine, aspen species, elm, and spruce. Harvest all orange-marked white pine.
- Reserve all maple, cherry, oak, and ash. Reserve all unmarked white pine.
- Trees must be processed at the stump and cut products forwarded to the landing.
- Full tree skidding prohibited.
- Exceptional care must be given to preserve advance white pine regeneration of all sizes. Take care to reduce wheel/track footprint wherever possible, with special attention in heavy patches of taller white pine regeneration.

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.

Slash Disposal:

- Biomass harvest is not allowed on this permit.

Landings Roads and Trails:

- Post "Trucks Hauling" signs 200 feet beyond either end of road/trail section being used.
- The Recreation trail may be used as access. DNR Forestry must be notified at least 5 working days before any sale operations take place, including clearing or access road construction. Ensure "Trucks Hauling" signs are prominently posted and maintained 200 feet beyond either side of any segment of any road or trail being temporarily used or crossed in conjunction with timber harvest operations. No logging equipment, wood piles, slash or logging debris will remain on the trail treadway and/or trail right-of-way during or after permit operations. Trail must be maintained wide enough to allow truck and ATV/snowmobile traffic to safely pass. The permittee must repair any trail damage attributable to timber harvest operations before the sale is finalized. Maintain at least 4" snow depth on all trail surfaces during sale activities while operating from Dec.1- March 31.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Range of dbh on red pine is 7.2" to 18.1", with 20 trees out of 45 measured being over 14" dbh, and 8 trees out of 45 measured being over 16" dbh. Some poles may be present.

There are several red pine pocket mortality spots in this stand which are slowly spreading. Increased red pine mortality is expected as time goes by.

Price Adjustments:

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

Appraiser:

Ross John Meyer

(Appraisal ID 14900-0; Cutting Block ID 17291-0)

TRACT B2

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 248.4

Permit Number: B014264
Expiration Date: 05/31/2022

Purchased By:
Address:

UNSOLD

SESE,SWSE of Section 33 - Township 45, Range 16W.
NESW,NWSE,NWSW,SESW,SWNW,SWSE,SWSW of Section 10; NENW,NWNW,SESW,SWNW of Section 15; NENE,NESE,NWNE,SENE of Section 16 - Township 44, Range 16W.
NENW,NWNW of Section 3; NENE of Section 4 - Township 44, Range 16W.
NENE,NWNE,SWNE of Section 4 - Township 44, Range 16W.
NENE of Section 4 - Township 44, Range 16W.
NESW,NWNE,NWSE,SENE,SESW,SWNE of Section 34 - Township 45, Range 16W.
SESE of Section 33; SESW,SWSW of Section 34 - Township 45, Range 16W.
NENE,SENE of Section 34; NWNW,SWNW of Section 35 - Township 45, Range 16W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ MAPLE SPECIES	WOODSRUN CORDWOOD	1,247.00	Cd	8.80	10,973.60	8.80	10,973.60
+ PAPER BIRCH	WOODSRUN MIXED PRODUCTS	382.00	Cd	8.34	3,185.88	8.34	3,185.88
+ ASPEN SPECIES	WOODSRUN CORDWOOD	328.00	Cd	14.40	4,723.20	14.40	4,723.20
+ RED OAK	WOODSRUN MIXED PRODUCTS	278.00	Cd	13.51	3,755.78	13.51	3,755.78
+ BALSAM FIR	WOODSRUN CORDWOOD	218.00	Cd	10.40	2,267.20	10.40	2,267.20
BASSWOOD	WOODSRUN CORDWOOD	138.00	Cd	4.80	662.40	4.80	662.40
ASH	WOODSRUN CORDWOOD	53.00	Cd	4.80	254.40	4.80	254.40
ANY LISTED SPECIES	BIOMASS	966.00	Tons	0.80	772.80	0.80	772.80

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$26,595.26
ADVANCE PAYMENT = \$3,989.29
BID TOTAL = \$ 26,595.26

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Largetooth Aspen 1%; Trembling Aspen 99%.
Maple Species Woodsrun Cordwood includes: Red Maple 76%; Sugar Maple 24%.

Mixed Product Description:

Paper Birch Woodsrun Mixed Products includes: Bolts 5%; Pulpwood 95%.
Red Oak Woodsrun Mixed Products includes: Bolts 25%; Pulpwood 65%; Sawlog-Grade 3 10%.

Cutting and Felling:

- Harvest maple species, ash, balsam fir, paper birch, aspen, basswood, and red oak within 80 feet of orange painted center trees. Harvest 16 foot wide access lanes across most direct route between each 80 foot radius gap. Deviations from most direct route due to topography or wetlands may be made with only TSA approval (Cutting Block 6).
- Trees must be processed at the stump and cut products forwarded to the landing (Cutting Blocks 1, 2, and 3).

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 (Cutting Block 5).
- 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 (Cutting Block 6).
- Conduct sale operations on dry/ frozen soil conditions only, except with written permission from State (Cutting Block 4).
- Conduct sale operations on frozen soil conditions only, except with written permission from State (Cutting Blocks 1, 2, 3, and 6).
- Conduct sale operations on frozen or dry soil conditions only, except with written permission from State (Cutting Block 5).
- Frozen ground access across state land (Cutting Blocks 1, 2, 3, 4, and 5).

Slash Disposal:

Slash Disposal (Continued):

- Biomass harvest is not allowed on this permit (Cutting Blocks 1, 2, 3, and 5).

Sale Conditions:

- Access is across state land (Cutting Blocks 1, 2, 3, 4, 5, and 6).

Marketing Conditions:

Sale contains many islands in the Beldon swamp.

Access points vary by cutting block.

A considerable amount of winter road will need to be opened/ constructed.

Additional islands may be available for purchase as an informal sale.

Price Adjustments:

Road Construction Costs: -10%

Haul Distance to Nearest Mill: 0%

Stand Density: -5%

Operational Constraints: -5%

Other Price Factor: 0%

Appraiser:

Brian S. Allshouse

(Appraisal ID 14636-0; Cutting Block ID 16275-0, 15240-0, 15250-0, 15251-0, 15214-0, 15215-0)

TRACT B3

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 56.3

Permit Number: B014265
Expiration Date: 05/31/2022

Purchased By:
Address:

UNSOLD

NENE of Section 22; NESE,NWSE,SESE,SWSE of Section 15; NWSW,SWSW of Section 14 - Township 44, Range 17W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ RED MAPLE	PULP & BOLTS	1,125.00	Cd	13.68	15,390.00	13.68	15,390.00
+ TREMBLING ASPEN	PULP & BOLTS	222.00	Cd	16.20	3,596.40	16.20	3,596.40
+ PAPER BIRCH	PULP & BOLTS	164.00	Cd	13.32	2,184.48	13.32	2,184.48

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$21,170.88
ADVANCE PAYMENT = \$3,175.63
BID TOTAL = \$ 21,170.88

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

ANY LISTED SPECIES BIOMASS 840.00 Tons 1.00 840.00

Mixed Product Description:

Paper Birch Pulp & Bolts includes: Bolts 60%; Pulpwood 40%.
Red Maple Pulp & Bolts includes: Bolts 60%; Pulpwood 40%.
Trembling Aspen Pulp & Bolts includes: Bolts 90%; Pulpwood 10%.

Season of Operations:

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

Sale Conditions:

- Access is across State land.

Marketing Conditions:

Stand is located approximately 1.5 miles from Park Forest Rd down an old winter road through spruce, then across a lowland brush/alder swamp.

Price Adjustments:

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

Appraiser:

Christopher Henkel

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

LITTLE FALLS AREA, SANDSTONE 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 11, 2019

- SUMMARY SHEET -

06/11/2019 REGULAR AUCTION - SALE #3

COMPLETED - DATA AS OF 06/13/2019

LITTLE FALLS AREA, SANDSTONE AREA

SUMMARY FOR SOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULPWOOD	AMERICAN ELM	6.60	Cd	5.00	33.00
	ASPEN SPECIES	14.90	Cd	14.00	208.60
	WHITE SPRUCE	57.00	Cd	12.00	684.00
SAWTIMBER (SOFTWOOD ONLY)	WHITE PINE	5.50	MBF	65.00	357.50
	NORWAY PINE	882.00	MBF	161.70	142,619.40

TOTAL SOLD TRACTS CONVERTED TO CORDS: 1,853.50
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 69,197.10
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 143,902.50
TOTAL ACRES SOLD: 35.8
SOLD TRACT NUMBER: 1
TOTAL NUMBER OF TRACTS SOLD: 1

SUMMARY FOR UNSOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
PULP & BOLTS	TREMBLING ASPEN	222.00	Cd	16.20	3,596.40
	PAPER BIRCH	164.00	Cd	13.32	2,184.48
	RED MAPLE	1,125.00	Cd	13.68	15,390.00
WOODSRUN MIXED PRODUCTS	PAPER BIRCH	382.00	Cd	8.34	3,185.88
	RED OAK	278.00	Cd	13.51	3,755.78
WOODSRUN CORDWOOD	ASH	53.00	Cd	4.80	254.40
	ASPEN SPECIES	328.00	Cd	14.40	4,723.20
	MAPLE SPECIES	1,247.00	Cd	8.80	10,973.60
	BASSWOOD	138.00	Cd	4.80	662.40
	BALSAM FIR	218.00	Cd	10.40	2,267.20
BIOMASS	ANY LISTED SPECIES	966.00	Tons	0.80	772.80
	ANY LISTED SPECIES (optional)	840.00	Tons	1.00	840.00

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 4,155.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 47,766.14
TOTAL ACRES UNSOLD: 304.7
UNSOLD TRACT NUMBERS: 2, 3
TOTAL NUMBER OF TRACTS UNSOLD: 2