

# MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

# NOTICE OF SALE OF STUMPAGE ON STATE LANDS IN THE FOLLOWING AREA: PARK RAPIDS AREA

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

Notice is hereby given that I offered for sale at public auction in Park Rapids, MN at 2:00 PM on Tuesday, September 10, 2019, timber belonging to the State of Minnesota. All tracts were offered at the Environmental Ed Building in Park Rapids, 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
ORAL BID TIMBER SALE
PARK RAPIDS AREA

# 2:00 PM on September 10, 2019 Environmental Ed Building in Park Rapids, 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 quarantee 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 September 10, 2020, at the following Area Headquarters: Park Rapids Area.

TRACT B1 COUNTY: WADENA AREA: PARK RAPIDS AREA ACRES: 26.2

Permit Number: B014369 Expiration Date: 05/31/2023

Purchased By: Haverinen Brothers Logging

**Address:** 10097 350th St, Menahga, MN 56464

NESE, NWSE, SESE, SWSE of Section 15 - Township 138, Range 34W.

					APPRAISED		BID %: 41	
					UNIT		UNIT	
SPECIES	<u> </u>	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+ TREM	BLING ASPEN	PULP & BOLTS	740.00	Cd	23.00	17,020.00	32.43	23,998.20
+ JACK	PINE	PULP & BOLTS	55.00	Cd	17.71	974.05	24.97	1,373.35
PAPE	R BIRCH	PULPWOOD	2.00	Cd	13.80	27.60	13.80	27.60
+ BID SPEC	CIES * SOI	LD ON APPRAISED VOLUME		APPRAIS	ED TOTAL =	\$18,021.65	BID TOTAL	L = \$ 25,399.15
			A	DVANCE	PAYMENT =	\$2,703.25		

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

ANY LISTED SPECIES BIOMASS 440.00 Tons 1.00 440.00

# **Mixed Product Description:**

Jack Pine Pulp & Bolts includes: Bolts 30%; Pulpwood 70%. Trembling Aspen Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

# **Cutting and Felling:**

- Harvest aspen, jack pine and paper birch.

### **Season of Operations:**

- Operate during non-rutting soil conditions. Refer to DNR rutting guidelines.

## **Slash Disposal:**

- Keep slash off marked OHM trail.

#### Sale Conditions:

- Access is across state land.

# **Marketing Conditions:**

Sale is located 4 miles west of Huntersville. Good all season access along 199th avenue and MMFR 294. Aspen stands are 63 years old.

### **Price Adjustments:**

Road Construction Costs: +10% Haul Distance to Nearest Mill: 0%

Stand Density: +5%

Operational Constraints: 0% Other Price Factor: 0%

# Appraiser:

Joel W. Holden

(Appraisal ID 14981-0; Cutting Block ID 16746-0)

**TRACT B2 COUNTY: WADENA** AREA: PARK RAPIDS AREA **ACRES: 60.1** 

Permit Number: B014370 Expiration Date: 05/31/2023

Purchased By: Michael Johnson

Address: 13564 Dodge Rd, Pinewood, MN 56676

NWNE, SWNE of Section 35 - Township 138, Range 34W. SENE, SWNE of Section 35 - Township 138, Range 34W. NENE, SENE, SWNE of Section 35 - Township 138, Range 34W.

SENE of Section 35 - Township 138, Range 34W.

					APPR	AISED	BID %: 52	
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+	NORWAY PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	1,755.00	Cd	61.20	107,406.00	93.02	163,250.10
	JACK PINE	PULP & BOLTS	110.00	Cd	19.56	2,151.60	19.56	2,151.60
	TREMBLING ASPEN	PULP & BOLTS	51.00	Cd	24.00	1,224.00	24.00	1,224.00
	PAPER BIRCH	PULPWOOD	16.00	Cd	14.40	230.40	14.40	230.40
	+ BID SPECIES * SOLE	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$111,012.00 \$16,651.80	BID TOTAL	_ = \$ 166,856.10

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

ANY LISTED SPECIES **BIOMASS** 950.00 Tons 1.00 950.00

## **Mixed Product Description:**

Jack Pine Pulp & Bolts includes: Bolts 35%; Pulpwood 65%.

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 17%; Pulpwood 6%; Sawtimber (Softwood Only) 77%.

Trembling Aspen Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

#### **Cutting and Felling:**

- Harvest Norway pine >12" DBH (Cutting Block 4).
- Harvest Norway pine >12" DBH and all paper birch (Cutting Block 2).
- Harvest jack pine, Norway pine, aspen and paper birch (Cutting Block 1).
- Harvest trees marked with yellow paint (Cutting Block 3).
- Fall all non-merchantable oak and birch (Cutting Block 2).

#### **Season of Operations:**

- Operate during non-rutting soil conditions. Refer to DNR rutting guidelines (Cutting Blocks 2, 3, and 4).
- Frozen ground access only across state land. Possible dry summer access across private land (Cutting Block 1).

# **Sale Conditions:**

- Access is across either state or private land (Cutting Block 1).
- Access is across state land (Cutting Blocks 2, 3, and 4).
- Permission to cross private land must be obtained by permittee (Cutting Block 1).

## **Marketing Conditions:**

Sale is located 5 miles southwest of Huntersville.

Jack pine stand is 54 years old. Norway pine stand is 102 years old.

Good all season access to blocks 2,3 and 4 from Crow Wing Forest Road.

Frozen ground access only to block 1 across state land but possible dry summer access across private land.

#### **Price Adjustments:**

Road Construction Costs: +10% Haul Distance to Nearest Mill: +5%

Stand Density: +10%

Operational Constraints: -5%

Other Price Factor: 0%

Appraiser:

Joel W. Holden

(Appraisal ID 14992-0; Cutting Block ID 16752-0, 17303-0, 17298-0, 17286-0)

TRACT B3 COUNTY: WADENA AREA: PARK RAPIDS AREA ACRES: 86.1

Permit Number: B014371 Expiration Date: 05/31/2023

Purchased By: Edin Logging Inc.

Address: 16568 235th Ave, Staples, MN 56479

NWSW of Section 11; SESE,SWSE of Section 15 - Township 138, Range 34W.

SWSE of Section 11; NESE,NWSE,SENE,SESE of Section 15; SWSW of Section 14 - Township 138, Range

34W.

				APPR	APPRAISED		%: 147	
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	NORWAY PINE	WOODSRUN MIXED PRODUCTS	730.00	Cd	27.27	19,907.10	67.36	49,172.80
+	TREMBLING ASPEN	PULP & BOLTS	110.00	Cd	19.00	2,090.00	46.93	5,162.30
	JACK PINE	PULP & BOLTS	30.00	Cd	18.85	565.50	18.85	565.50
	PAPER BIRCH	PULPWOOD	2.00	Cd	11.40	22.80	11.40	22.80
+ BID SPECIES * SOLD		ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$22,585.40 \$3,387.81	BID TOTA	L = \$ 54,923.40

### **Mixed Product Description:**

Jack Pine Pulp & Bolts includes: Bolts 55%; Pulpwood 45%.

Norway Pine Woodsrun Mixed Products includes: Bolts 56%; Pulpwood 34%; Sawtimber (Softwood Only) 10%.

Trembling Aspen Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

## **Cutting and Felling:**

- Harvest aspen. Selectively harvest Norway pine down to 90-100 square feet by removing poor quality and suppressed trees to release dominant, well-formed, single topped trees. Selection should provide equal spacing between reserve trees after removal by selecting them systematically throughout cutting area and not in clumps (Cutting Block 2).
- Harvest trees marked with yellow paint in partial cut areas. Harvest aspen and jack pine in clearcut areas (Cutting Block 1).

#### **Season of Operations:**

- Operate during non-rutting soil conditions. Refer to DNR rutting guidelines (Cutting Blocks 1 and 2).

## **Slash Disposal:**

- Keep slash off marked OHM trail (Cutting Blocks 1 and 2).

#### **Sale Conditions:**

- Access is across state land (Cutting Blocks 1 and 2).

#### **Marketing Conditions:**

Sale is located about 3 miles west of Huntersville.

Most stands are 2nd and 3rd entry thinning. About 3 acres of first time thinning.

Norway pine averages 48 years old with a starting BA of 140.

#### **Price Adjustments:**

Road Construction Costs: +5% Haul Distance to Nearest Mill: 0%

Stand Density: -10%

Operational Constraints: 0% Other Price Factor: 0%

#### Appraiser:

Joel W. Holden

TRACT B4 COUNTY: HUBBARD AREA: PARK RAPIDS AREA ACRES: 8.0

Permit Number: B014372 Expiration Date: 05/31/2023

Purchased By: Edin Logging Inc.

Address: 16568 235th Ave, Staples, MN 56479

NENE of Section 9 - Township 139, Range 32W.

					APPF	RAISED	BID %: 56	
SPECIES		PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
NORWAY P	INE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	200.00	Cd	58.65	11,730.00	91.49	18,298.00
OAK SPECI	ES	PULPWOOD	5.00	Cd	18.40	92.00	18.40	92.00
PAPER BIR	CH	PULPWOOD	5.00	Cd	13.80	69.00	13.80	69.00
+ BID SPECIES	*	SOLD ON APPRAISED VOLUME		APPRAIS	SED TOTAL =	\$11,891.00	BID TOTA	L = \$ 18,459.00
			А	DVANCE	PAYMENT =	\$1,783.65		

117.00 Tons

1.00

117.00

# **Mixed Species Description:**

**ANY LISTED SPECIES** 

Oak Species Pulpwood includes: Bur Oak 50%; Red Oak 50%.

**BIOMASS** 

## **Mixed Product Description:**

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 26%; Pulpwood 16%; Sawtimber (Softwood Only) 58%.

#### **Cutting and Felling:**

- Harvest all Norway pine, oak and birch.

## **Season of Operations:**

- Operate during non-rutting soil conditions. Refer to DNR rutting guidelines.

#### Slash Disposal:

- Tightly pile slash on landings as designated by TSA. Piles should be free of dirt, stumps, root wads, and prohibited materials. Piles should be placed a minimum of 100' away from standing timber.

#### **Sale Conditions:**

- Access is across state land.

## **Marketing Conditions:**

This tract is located 1 mile north of the Badoura State Tree Nursery along Highway 64. 203 Norway pine trees marked that average 17" DBH and 48' merchantable height. Access and landing is off of Chipmunk Drive. Stand age is 121 years old.

## **Price Adjustments:**

Road Construction Costs: +5% Haul Distance to Nearest Mill: +5%

Stand Density: +5%

Operational Constraints: 0% Other Price Factor: 0%

#### Appraiser:

Steven J. Bade

(Appraisal ID 14437-0; Cutting Block ID 16810-0)

TRACT B5 COUNTY: HUBBARD AREA: PARK RAPIDS AREA ACRES: 29.2

Permit Number: B014373 Expiration Date: 05/31/2023

Purchased By: Gerbracht Logging Inc.

Address: 20405 - 340th St, Bagley, MN 56621

NESW,NWSW,SESW,SWSW of Section 10 - Township 141, Range 33W.

					APPR	APPRAISED		BID %: 73	
9	PECIES		PRODUCT	VOLUME	UNIT	UNIT	\$ VALUE	UNIT PRICE	\$ VALUE
_	FLOILS				ONT	_ <u> </u>	T VALUE		₹ VALUE
+	ASPEN SPECIES	;	PULP & BOLTS	875.00	Cd	24.00	21,000.00	41.52	36,330.00
+	NORTHERN HARDWOODS		PULP & BOLTS	60.00	Cd	16.32	979.20	28.23	1,693.80
	ASH		PULP & BOLTS	5.00	Cd	10.32	51.60	10.32	51.60
+ BID SPECIES		*	SOLD ON APPRAISED VOLUME		APPRAIS		\$22,030.80	BID TOTA	L = \$ 38,075.40
				Α	ADVANCE PAYMENT :				

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

ANY LISTED SPECIES BIOMASS 425.00 Tons 1.00 425.00

### **Mixed Species Description:**

Aspen Species Pulp & Bolts includes: Largetooth Aspen 75%; Trembling Aspen 25%. Northern Hardwoods Pulp & Bolts includes: Paper Birch 90%; Red Maple 10%.

## **Mixed Product Description:**

Ash Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.

Aspen Species Pulp & Bolts includes: Bolts 20%; Pulpwood 80%. Northern Hardwoods Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.

## **Season of Operations:**

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

#### Sale Conditions:

- Access is across state land.

## **Marketing Conditions:**

This sale is located 5.5 miles north of Nevis in the Paul Bunyan State Forest along County Road 2. Aspen age ranges from 45 to 70 years old.

#### **Price Adjustments:**

Road Construction Costs: +5% Haul Distance to Nearest Mill: +5%

Stand Density: +10% Operational Constraints: 0% Other Price Factor: 0%

#### Appraiser:

Cory B. Kimball

(Appraisal ID 15005-0; Cutting Block ID 17472-0)

TRACT B6 COUNTY: HUBBARD AREA: PARK RAPIDS AREA ACRES: 32.0

Permit Number: B014374 Expiration Date: 05/31/2023

Purchased By: Kevin Thomas

Address: 17838 Popplewood Rd NE, Hines, MN 56647

NESE, NESW, NWSE, SENE, SWNE of Section 16 - Township 141, Range 34W.

					APPR UNIT	AISED .	BID %: 70	
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+	NORWAY PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	13.50	MBF	122.40	1,652.40	208.08	2,809.08
+	TREMBLING ASPEN	PULP & BOLTS	590.00	Cd	24.00	14,160.00	40.80	24,072.00
+	NORTHERN HARDWOODS	PULP & BOLTS	150.00	Cd	17.22	2,583.00	29.27	4,390.50
+	OAK SPECIES	PULPWOOD	55.00	Cd	19.20	1,056.00	32.64	1,795.20
	JACK PINE	PULP & BOLTS	20.00	Cd	27.12	542.40	27.12	542.40
	+ BID SPECIES * SOLD	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$19,993.80 \$2,999.07	BID TOTA	_=\$ 33,609.18

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

ANY LISTED SPECIES BIOMASS 385.00 Tons 1.00 385.00

## Mixed Species Description:

Northern Hardwoods Pulp & Bolts includes: Ash 1%; Paper Birch 97%; Sugar Maple 2%.

Oak Species Pulpwood includes: Bur Oak 90%; Red Oak 10%.

## **Mixed Product Description:**

Jack Pine Pulp & Bolts includes: Bolts 70%; Pulpwood 30%.

Northern Hardwoods Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Pulpwood 10%; Sawtimber (Softwood Only) 90%.

Trembling Aspen Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

## **Cutting and Felling:**

- Harvest apsen, birch, maple, ash, jack pine, bur oak, red oak, and yellow marked red pine.

#### **Season of Operations:**

- Operate during non-rutting soil conditions. Refer to DNR rutting guidelines.

#### **Slash Disposal:**

- Lop and scatter slash evenly over the harvest site to within 2 feet of the ground where indicated on the map. Also shown on the map are areas to tightly pile slash on landings as designated by TSA. Piles should be free of dirt, stumps, root wads, and prohibited materials. Piles should be placed a minimum of 100 feet away from standing timber.

## **Sale Conditions:**

- Access is across State land.

#### **Marketing Conditions:**

This sale is located along a woods trail west of County Road 4 about 3/4 miles south of Pickerell Lake. The access trail runs through the middle of the sale. The stand age is 80 years old.

#### **Price Adjustments:**

Road Construction Costs: +10% Haul Distance to Nearest Mill: +5%

Stand Density: +5%

Operational Constraints: 0% Other Price Factor: 0%

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Kyle E. Anderson

(Appraisal ID 14987-0; Cutting Block ID 16763-0)

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

## PARK RAPIDS 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: September 10, 2019

## **PARK RAPIDS AREA**

SUMMARY FOR SOLD TRACTS									
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE				
PULP & BOLTS	ASH	5.00	Cd	10.32	51.60				
	ASPEN SPECIES	875.00	Cd	41.52	36,330.00				
	TREMBLING ASPEN	1,491.00	Cd	36.52	54,456.50				
	NORTHERN HARDWOODS	210.00	Cd	28.97	6,084.30				
	JACK PINE	215.00	Cd	21.55	4,632.85				
WOODSRUN MIXED PRODUCTS	NORWAY PINE	730.00	Cd	67.36	49,172.80				
PULPWOOD	PAPER BIRCH	25.00	Cd	13.99	349.80				
	OAK SPECIES	60.00	Cd	31.45	1,887.20				
BIOMASS	ANY LISTED SPECIES (optional)	2,317.00	Tons	-	0.00				
WOODSRUN SAWTIMBER	NORWAY PINE	13.50	MBF	208.08	2,809.08				
(SOFTWOOD ONLY)	NORWAY PINE	1,955.00	Cd	92.86	181,548.10				

TOTAL SOLD TRACTS CONVERTED TO CORDS: 5,593.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 205,534.65
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 337,322.23

TOTAL ACRES SOLD: 241.6

**TOTAL NUMBER OF TRACTS SOLD:** 6