



MINNESOTA DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF FORESTRY

TEST DATA

NOTICE OF SALE OF STUMPAGE ON STATE LANDS IN THE FOLLOWING AREAS:  
DEER RIVER AREA, AITKIN AREA, HIBBING AREA, TOWER AREA, CLOQUET AREA, TWO  
HARBORS AREA, LITTLEFORK AREA

**STATUS: FINAL**  
**REGULAR AUCTION - SALE #1**  
**SEALED BID**

Notice is hereby given that I will offer for sale by sealed bid auction, timber belonging to the State of Minnesota. Bid forms must be received at the address listed on the bid form prior to 2:00 PM on Friday, December 6, 2019. All tracts will be awarded beginning at the DNR Forestry Northeast Region Office at 9:00 AM on January 8th, 2020 in Grand Rapids, MN.

All of the timber offered is SFI and FSC certified.

The following pages list the lands upon which the timber is located, the estimated quantities of timber that will be offered, and the appraised prices.



The resource management of the Minnesota DNR's state forests and wildlife management areas meets the objectives of the SFI® program (Certificate No. 6Y921-S1) and the principles of the FSC® certification standard (Certificate No. SCS-FM/COC-00088N).

**FSC**  
**100%**



# MINNESOTA DEPARTMENT OF NATURAL RESOURCES

## DIVISION OF FORESTRY

TEST DATA

### REGULAR AUCTION

### SEALED BID TIMBER SALE

DEER RIVER AREA, AITKIN AREA, HIBBING AREA, TOWER AREA, CLOQUET AREA, TWO HARBORS AREA, LITTLEFORK AREA

**SEALED BIDS MUST BE RECEIVED PRIOR TO  
2:00 PM on December 6, 2019**

**Bids will be awarded at the following location:**

**DNR Forestry Northeast Region Office at 9:00 AM on January 8th, 2020 in Grand 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. 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 6, 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 December 6, 2020, at the following Area Headquarters: Deer River Area, Aitkin Area, Hibbing Area, Tower Area, Cloquet Area, Two Harbors Area, Littlefork Area.

**TRACT B1** COUNTY: AITKIN AREA: AITKIN AREA ACRES: 85.2

Permit Number: B014221  
Expiration Date: 05/31/2021

Purchased By: \_\_\_\_\_

NWSW,SWNW of Section 27; NENE,NESE,SENE of Section 28 - Township 50, Range 23W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	837.00	Cd	36.48	30,533.76		
+ NORTHERN HARDWOODS	WOODSRUN MIXED PRODUCTS	784.00	Cd	16.74	13,124.16		
+ OAK SPECIES	WOODSRUN MIXED PRODUCTS	294.00	Cd	31.01	9,116.94		
				APPRAISED TOTAL =		\$52,774.86	
				ADVANCE PAYMENT =		\$7,916.23	

+ BID SPECIES \* SOLD ON APPRAISED VOLUME

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

ANY LISTED SPECIES BIOMASS 1,055.00 Tons 1.00 1,055.00

**Mixed Species Description:**

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 1%; Largetooth Aspen 34%; Trembling Aspen 65%.  
Northern Hardwoods Woodsrun Mixed Products includes: Ash 13%; Basswood 51%; Paper Birch 7%; Red Maple 17%; Sugar Maple 12%.  
Oak Species Woodsrun Mixed Products includes: Bur Oak 85%; Red Oak 15%.

**Mixed Product Description:**

Northern Hardwoods Woodsrun Mixed Products includes: Bolts 15%; Pulpwood 85%.  
Oak Species Woodsrun Mixed Products includes: Bolts 30%; Pulpwood 70%.

**Marketing Conditions:**

this is a test permit to rebuild production permit X015965 to fix the reappraisal

**Price Adjustments:**

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

**Appraiser:**

Kathrine L. Gray

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

DEER RIVER AREA, AITKIN AREA, HIBBING AREA, TOWER AREA - ORR FIELD STATION, CLOQUET AREA, TWO HARBORS AREA, 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

**TEST DATA**

Dated: December 6, 2019

- SUMMARY SHEET -

12/06/2019 REGULAR AUCTION - SALE #1

FINAL - DATA AS OF 12/11/2019

DEER RIVER AREA, AITKIN AREA, HIBBING AREA, TOWER AREA, CLOQUET AREA, TWO HARBORS AREA, LITTLEFORK AREA

SUMMARY FOR ALL TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
WOODSRUN MIXED PRODUCTS	NORTHERN HARDWOODS	784.00	Cd	16.74	13,124.16
	OAK SPECIES	294.00	Cd	31.01	9,116.94
WOODSRUN CORDWOOD	ASPEN SPECIES	837.00	Cd	36.48	30,533.76
BIOMASS	ANY LISTED SPECIES (optional)	1,055.00	Tons	1.00	1,055.00

TOTAL SALE CONVERTED TO CORDS: 1,915.00  
TOTAL APPRAISED DOLLAR VALUE OF SALE: \$ 52,774.86  
TOTAL BID-UP DOLLAR VALUE OF SALE: -  
TOTAL ACRES: 85.2  
TOTAL NUMBER OF TRACTS: 1