



MINNESOTA DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF FORESTRY

NOTICE OF SALE OF STUMPAGE ON STATE LANDS IN THE FOLLOWING AREA:  
SANDSTONE 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 Willow River, MN at 10:00 AM on Friday, January 10, 2020, timber belonging to the State of Minnesota. All tracts were offered at the General Andrews Nursery 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  
ORAL BID TIMBER SALE  
SANDSTONE AREA

10:00 AM on January 10, 2020  
General Andrews Nursery 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. 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 January 10, 2021, at the following Area Headquarters: Sandstone Area.

**TRACT B1** COUNTY: ANOKA AREA: SANDSTONE AREA ACRES: 66.0

Permit Number: B014446  
Expiration Date: 05/31/2024

Purchased By: Johnson Logging Inc.  
Address: 7557 360th St Way, Cannon Falls, MN 55009

NESE,NESW,NWSE,SESW,SWSE,SWSW of Section 34 - Township 33, Range 22W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0		
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE	
+*	NORTHERN PIN OAK	PULP & BOLTS	565.00	Cd	9.20	5,198.00	9.20	5,198.00
+*	RED MAPLE	PULPWOOD	359.00	Cd	4.95	1,777.05	4.95	1,777.05
+*	ASPEN SPECIES	PULPWOOD	237.00	Cd	7.70	1,824.90	7.70	1,824.90
*	PAPER BIRCH	PULPWOOD	50.00	Cd	4.95	247.50	4.95	247.50
*	ASH	PULPWOOD	36.00	Cd	2.75	99.00	2.75	99.00
*	NORWAY PINE	PULPWOOD	35.00	Cd	3.30	115.50	3.30	115.50
*	BASSWOOD	PULPWOOD	15.00	Cd	3.30	49.50	3.30	49.50
*	WHITE SPRUCE	PULPWOOD	14.00	Cd	7.70	107.80	7.70	107.80

+ BID SPECIES \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$9,419.25 BID TOTAL = \$ 9,419.25  
ADVANCE PAYMENT = \$1,412.89

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

\* ANY LISTED SPECIES BIOMASS 691.00 Tons 0.65 449.15

**Mixed Species Description:**

Aspen Species Pulpwood includes: Largetooth Aspen 20%; Trembling Aspen 80%.

**Mixed Product Description:**

Northern Pin Oak Pulp & Bolts includes: Bolts 25%; Pulpwood 75%.

**Season of Operations:**

- Conduct sale operations on frozen soil conditions only, except with written permission from State.
- Frozen ground access across State.
- No sale operations allowed between April 1st - July 15th and September 1st - December 1st without written permission from State. Date restrictions are due to oak wilt concerns and various hunting seasons.

**Sale Conditions:**

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

**Marketing Conditions:**

Sale located in Carlos Avery WMA.  
From State Hwy 65:  
4 miles east on crosstown Blvd  
1 mile north on Lexington Ave NE  
2 miles east on Broadway Ave  
1 mile north on Zodiac St NE  
1.6 miles east on DNR Headquarters RD

**Price Adjustments:**

Road Construction Costs: 0%  
Haul Distance to Nearest Mill: -15%  
Stand Density: -5%  
Operational Constraints: -10%  
Other Price Factor: -15% (Price reduced due to quality, and markets.)

**Appraiser:**

Michael Anthony Palmer

(Appraisal ID 15259-0; Cutting Block ID 17750-0)

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**TRACT B2**

**COUNTY: PINE**

**AREA: SANDSTONE AREA**

**ACRES: 102.7**

Permit Number: B014447  
Expiration Date: 05/31/2024

Purchased By:  
Address:

# UNSOLD

SESE of Section 7; NENW,NWNE of Section 19;  
NENE,NENW,NESE,NESW,NWNE,NWSE,SENE,SENW,SESW,SWNE,SWSE of Section 18 - Township 44,  
Range 16W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ MAPLE SPECIES	PULPWOOD	415.00	Cd	8.55	3,548.25	8.55	3,548.25
+ PAPER BIRCH	PULP & BOLTS	385.00	Cd	11.21	4,315.85	11.21	4,315.85
+ ASPEN SPECIES	PULPWOOD	240.00	Cd	13.30	3,192.00	13.30	3,192.00
+ ASH	WOODSRUN MIXED PRODUCTS	180.00	Cd	11.51	2,071.80	11.51	2,071.80
+ RED OAK	PULP & BOLTS	110.00	Cd	15.91	1,750.10	15.91	1,750.10
BASSWOOD	PULP & BOLTS	32.00	Cd	7.47	239.04	7.47	239.04

+ BID SPECIES \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL =	\$15,117.04	BID TOTAL = \$	15,117.04
ADVANCE PAYMENT =	\$2,267.56		

**Mixed Species Description:**

Aspen Species Pulpwood includes: Balm of Gilead 1%; Largetooth Aspen 5%; Trembling Aspen 94%.  
Maple Species Pulpwood includes: Red Maple 65%; Sugar Maple 35%.

**Mixed Product Description:**

Ash Woodsrunk Mixed Products includes: Bolts 15%; Pulpwood 73%; Sawlog-Grade 1 (Hardwood) 4%; Sawlog-Grade 2 (Hardwood) 8%.  
Basswood Pulp & Bolts includes: Bolts 31%; Pulpwood 69%.  
Paper Birch Pulp & Bolts includes: Bolts 35%; Pulpwood 65%.  
Red Oak Pulp & Bolts includes: Bolts 25%; Pulpwood 75%.

**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:**

Aspen pulpwood includes 8% grade 2 and higher sawlog material.  
Birch pulp and bolts includes 7% grade 2 and higher sawlog material.  
Oak pulp and bolts includes 2% grade 2 and higher sawlog material.  
Basswood pulp and bolts includes 9% grade 1 and higher sawlog material.  
Maple spp. pulpwood includes 4% bolt material.

Sale is directly adjacent to Park Forest Road, approx. 11 miles east of Kerrick/ Hwy 23.  
Access roads and landings have already been constructed.

**Price Adjustments:**

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

**Appraiser:**

Andrew J. Kett

(Appraisal ID 15308-0; Cutting Block ID 17798-0)

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**TRACT B3**

**COUNTY: PINE**

**AREA: SANDSTONE AREA**

**ACRES: 135.5**

Permit Number: B014448  
Expiration Date: 05/31/2024

Purchased By:  
Address:

# UNSOLD

NENE,NESE,NESW,NWNE,NWSE,NWSW,SENE,SENE,SESW,SWNE,SWSW of Section 26 - Township 44, Range 16W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ MAPLE SPECIES	WOODSRUN MIXED PRODUCTS	640.00	Cd	7.23	4,627.20	7.23	4,627.20
+ BASSWOOD	WOODSRUN MIXED PRODUCTS	330.00	Cd	8.10	2,673.00	8.10	2,673.00
+ ASPEN SPECIES	WOODSRUN MIXED PRODUCTS	280.00	Cd	10.50	2,940.00	10.50	2,940.00
+ ASH	WOODSRUN MIXED PRODUCTS	250.00	Cd	8.21	2,052.50	8.21	2,052.50
+ RED OAK	WOODSRUN MIXED PRODUCTS	110.00	Cd	14.63	1,609.30	14.63	1,609.30
PAPER BIRCH	WOODSRUN MIXED PRODUCTS	45.00	Cd	8.13	365.85	8.13	365.85
MIXED CONIFERS	WOODSRUN CORDWOOD	5.00	Cd	10.50	52.50	10.50	52.50

+ BID SPECIES      \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$14,320.35      BID TOTAL = \$ 14,320.35  
ADVANCE PAYMENT = \$2,148.05

**SOAV Option:**

Sold on Appraised Volume (SOAV) option is available. If elected, Permittee must sign option agreement on date of permit purchase.

**Mixed Species Description:**

Aspen Species Woodsrun Mixed Products includes: Largetooth Aspen 9%; Trembling Aspen 91%.  
Maple Species Woodsrun Mixed Products includes: Red Maple 26%; Sugar Maple 74%.  
Mixed Conifers Woodsrun Cordwood includes: Balsam Fir 3%; White Spruce 97%.

**Mixed Product Description:**

Ash Woodsrun Mixed Products includes: Bolts 34%; Pulpwood 59%; Sawlog-Grade 2 (Hardwood) 7%.  
Aspen Species Woodsrun Mixed Products includes: Bolts 4%; Pulpwood 96%.  
Basswood Woodsrun Mixed Products includes: Bolts 40%; Pulpwood 50%; Sawlog-Grade 2 (Hardwood) 10%.  
Maple Species Woodsrun Mixed Products includes: Bolts 8%; Pulpwood 92%.  
Paper Birch Woodsrun Mixed Products includes: Bolts 23%; Pulpwood 77%.  
Red Oak Woodsrun Mixed Products includes: Bolts 8%; Pulpwood 87%; Sawlog-Grade 2 (Hardwood) 5%.

**Cutting and Felling:**

- Harvest all trees marked with orange paint, and all ironwood. Remove poorly formed submerchantable trees when operationally feasible.

**Season of Operations:**

- Conduct felling and skidding/forwarding on frozen soil conditions only, except with written permission from State.  
- Frozen ground access across state land.

**Slash Disposal:**

- Biomass harvest is not allowed on this permit.

**Site, Soil and Water Protection:**

- Stabilize soil adjacent to water crossing with geo textile, straw & seeding or other method to prevent soil movement.

**Marketing Conditions:**

\*\*\*\*You may elect to purchase this sale SOAV\*\*\*\*

Ash Species includes 75% black and 25% green.

	Maple Sp.	Basswood	All Species
Coefficient of Variation	0.90	2.0	0.62
Plots needed for Scaled	31	167	16
Plots needed for SOAV	126	668	64
Plots taken	146	146	146
% of sale volume	39%	20%	100%

**Price Adjustments:**

Road Construction Costs: +5%

Haul Distance to Nearest Mill: 0%

Stand Density: -10%

Operational Constraints: -10%

Other Price Factor: -10% (Additional market reduction)

**Appraiser:**

Jeremiah Thomas Fauskee

(Appraisal ID 15288-0; Cutting Block ID 17781-0)

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**TRACT B4** COUNTY: PINE AREA: SANDSTONE AREA ACRES: 23.7

Permit Number: B014449 Purchased Over-the-Counter Date: 01/28/2020  
Expiration Date: 05/31/2023

Purchased By: Timberline Trucking Inc.  
Address: 11085 - 330th Street, Onamia, MN 56359

NWSW,SESW,SWSW of Section 15; NESE,SESE of Section 16 - Township 45, Range 17W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	PULP & BOLTS	283.00	Cd	21.96	6,214.68	21.96	6,214.68
TREMBLING ASPEN	PULP & BOLTS	40.00	Cd	14.70	588.00	14.70	588.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$6,802.68	BID TOTAL = \$ 6,802.68
				ADVANCE PAYMENT =		\$1,020.40	

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

ANY LISTED SPECIES BIOMASS 141.00 Tons 0.65 91.65

**Mixed Product Description:**

Norway Pine Pulp & Bolts includes: Bolts 71%; Pulpwood 29%.  
Trembling Aspen 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:**

Sale is approximately 1.2 miles east from the Erickson Rd parking lot.

**Price Adjustments:**

Road Construction Costs: +10%  
Haul Distance to Nearest Mill: 0%  
Stand Density: -5%  
Operational Constraints: 0%  
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 Office:

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: January 10, 2020

- SUMMARY SHEET -

01/10/2020 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 01/28/2020

SANDSTONE AREA

SUMMARY FOR <u>SOLD</u> TRACTS					
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	TREMBLING ASPEN	40.00	Cd	14.70	588.00
	NORTHERN PIN OAK	565.00	Cd	9.20	5,198.00
	NORWAY PINE	283.00	Cd	21.96	6,214.68
PULPWOOD	ASH	36.00	Cd	2.75	99.00
	ASPEN SPECIES	237.00	Cd	7.70	1,824.90
	PAPER BIRCH	50.00	Cd	4.95	247.50
	RED MAPLE	359.00	Cd	4.95	1,777.05
	BASSWOOD	15.00	Cd	3.30	49.50
	NORWAY PINE	35.00	Cd	3.30	115.50
	WHITE SPRUCE	14.00	Cd	7.70	107.80
BIOMASS	ANY LISTED SPECIES (optional)	832.00	Tons	-	0.00

**TOTAL SOLD TRACTS CONVERTED TO CORDS:** 1,634.00  
**TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS:** \$ 16,221.93  
**TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS:** \$ 16,221.93  
**TOTAL ACRES SOLD:** 89.7  
**SOLD TRACT NUMBERS:** 1, 4  
**TOTAL NUMBER OF TRACTS SOLD:** 2

SUMMARY FOR <u>UNSOLD</u> TRACTS					
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
PULP & BOLTS	PAPER BIRCH	385.00	Cd	11.21	4,315.85
	BASSWOOD	32.00	Cd	7.47	239.04
	RED OAK	110.00	Cd	15.91	1,750.10
WOODSRUN MIXED PRODUCTS	ASH	430.00	Cd	9.59	4,124.30
	ASPEN SPECIES	280.00	Cd	10.50	2,940.00
	PAPER BIRCH	45.00	Cd	8.13	365.85
	MAPLE SPECIES	640.00	Cd	7.23	4,627.20
	BASSWOOD	330.00	Cd	8.10	2,673.00
WOODSRUN CORDWOOD	RED OAK	110.00	Cd	14.63	1,609.30
	MIXED CONIFERS	5.00	Cd	10.50	52.50
PULPWOOD	ASPEN SPECIES	240.00	Cd	13.30	3,192.00
	MAPLE SPECIES	415.00	Cd	8.55	3,548.25

**TOTAL UNSOLD TRACTS CONVERTED TO CORDS:** 3,022.00  
**TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS:** \$ 29,437.39  
**TOTAL ACRES UNSOLD:** 238.2  
**UNSOLD TRACT NUMBERS:** 2, 3  
**TOTAL NUMBER OF TRACTS UNSOLD:** 2