



MINNESOTA DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF FORESTRY

NOTICE OF SALE OF STUMPAGE ON STATE LANDS IN THE FOLLOWING AREA:  
AITKIN AREA

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**STATUS: COMPLETED**  
**REGULAR AUCTION - SALE #1**  
**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 Monday, August 3, 2020. All tracts were awarded at the Bid awarding at Aitkin DNR Forestry Office at 2:30 p.m. 08/03/2020 in Aitkin, 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  
AITKIN AREA

**SEALED BIDS MUST BE RECEIVED PRIOR TO  
2:00 PM on August 3, 2020**

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

**Bid awarding at Aitkin DNR Forestry Office at 2:30 p.m. 08/03/2020 in Aitkin, 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, all bids must be submitted in one or more envelopes, the envelopes should be marked with the auction name. Bid forms may be obtained online at <https://www.dnr.state.mn.us/forestry/timbersales/calendar.html> or 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 (2:00 PM on August 3, 2020). 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 opening 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 August 3, 2021, at the following Area Headquarters: Aitkin Area.

<b>TRACT B1</b>	COUNTY: AITKIN	AREA: AITKIN AREA	ACRES: 18.0
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Permit Number: B014686  
 Expiration Date: 05/31/2021

**Purchased By:** Potlatch Deltic Land & Lumber, LLC  
**Address:** 50518 Co Rd 45, Bemidji, MN 56601

GL02 of Section 20 - Township 45, Range 25W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 127	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	WOODSRUN MIXED PRODUCTS	530.00	Cd	16.44	8,713.20	37.32	19,779.60
+ BID SPECIES      * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$8,713.20	BID TOTAL = \$	19,779.60
				ADVANCE PAYMENT =	\$1,306.98		

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

ANY LISTED SPECIES	BIOMASS	220.00 Tons	0.65	143.00
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**Mixed Product Description:**

Norway Pine Woodsrun Mixed Products includes: Bolts 75%; Pulpwood 15%; Sawtimber (Softwood Only) 10%.

**Season of Operations:**

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

**Sale Conditions:**

- Access is across state land.
- The sale will expire 05/31/2021 due to stand conditions and potential for bark beetle out break.

**Marketing Conditions:**

Sale is located North of Malmo 1.5 miles near the public access for Twenty Lake.

Site is a 55 year old Norway Pine Plantation that received storm damage on 7/8/2020. Approximately 60 percent of the trees within the stand are still standing, approximately 35% of the trees within the stand are uprooted and intact, with approximately 5% broken off or bent. The uprooted trees are all laying the same direction due to straight line winds.

Sale lends itself to full tree skidding due to the need to pile slash.

**Price Adjustments:**

- Road Construction Costs: 0%
- Haul Distance to Nearest Mill: 0%
- Stand Density: 0%
- Operational Constraints: 0%
- Other Price Factor: -40% (Storm Damage)

**Appraiser:**

Benjamin Raymond Froelich

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

AITKIN 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: August 3, 2020

- SUMMARY SHEET -

08/03/2020 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 08/14/2020

AITKIN AREA

SUMMARY FOR SOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
WOODSRUN MIXED PRODUCTS	NORWAY PINE	530.00	Cd	37.32	19,779.60
BIOMASS	ANY LISTED SPECIES (optional)	220.00	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 530.00  
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 8,713.20  
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 19,779.60  
TOTAL ACRES SOLD: 18.0  
TOTAL NUMBER OF TRACTS SOLD: 1