

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 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 8:00 AM on Tuesday, September 15, 2020. All tracts were awarded at the Bid Awarding on 9/15/2020 at 2:00 PM in 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 DNR is Certified to the Sustainable Forestry Initiative® and/or the Forest Stewardship Council®. For information on our certificates go to mndnr.gov/forestry/certification/certificates.html



MINNESOTA DEPARTMENT OF NATURAL RESOURCES

DIVISION OF FORESTRY

REGULAR AUCTION SEALED BID TIMBER SALE PARK RAPIDS AREA

SEALED BIDS MUST BE RECEIVED PRIOR TO 8:00 AM on September 15, 2020 Bids will be awarded at the following location:

Bid Awarding on 9/15/2020 at 2:00 PM in the 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. 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 (8:00 AM on September 15, 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 September 15, 2021, at the following Area Headquarters: Park Rapids Area.

TRACT B1 COUNTY: WADENA

AREA: PARK RAPIDS AREA

ACRES: 31.9

Permit Number: B014692 Expiration Date: 05/31/2024

Purchased By: Edin Logging Inc.

Address: 16568 235th Ave, Staples, MN 56479

NENW, SENW of Section 10 - Township 135, Range 33W.

				APPR	APPRAISED		%: 308	
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	JACK PINE	PULP & BOLTS	670.00	Cd	13.65	9,145.50	55.69	37,312.30
+	NORWAY PINE	PULP & BOLTS	180.00	Cd	24.68	4,442.40	100.69	18,124.20
+	TREMBLING ASPEN	PULP & BOLTS	50.00	Cd	17.85	892.50	72.83	3,641.50
	+ BID SPECIES * SOL	D ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$14,480.40 \$2,172.06	BID TOTA	L = \$ 59,078.00

Mixed Product Description:

Jack Pine Pulp & Bolts includes: Bolts 40%; Pulpwood 60%. Norway Pine Pulp & Bolts includes: Bolts 75%; Pulpwood 25%. Trembling Aspen Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.

Season of Operations:

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

Slash Disposal:

- Maintain a 50 -foot slash-free alley along permit boundary.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Sale is a 32 acre clearcut of 60 year old Jack pine.

Sale is located in Lyons State Forest. Up to 1/10th of a mile of trail may need to be improved for sale.

3 miles secondary, 75 miles primary road to Bemidji MN

Price Adjustments:

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

Appraiser:

Jordan A. Griffing

(Appraisal ID 15480-0; Cutting Block ID 18030-0)

TRACT B2 COUNTY: WADENA

AREA: PARK RAPIDS AREA

Permit Number: B014693 Expiration Date: 05/31/2024

Purchased By: Edin Logging Inc.

Address: 16568 235th Ave, Staples, MN 56479

NESE, SESE, SWSE of Section 11; NENW, NWNE, NWNW, SENW, SWNW of Section 14 - Township 138, Range 33W.

NENE, SENE of Section 15 - Township 138, Range 33W.

NENE,SENE,SWNE of Section 11 - Township 138, Range 33W. NWSE,SWNE of Section 11 - Township 138, Range 33W.

					APPR	APPRAISED		%: 211
					UNIT		UNIT	
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+	TREMBLING ASPEN	PULP & BOLTS	1,055.00	Cd	17.85	18,831.75	55.51	58,563.05
+	JACK PINE	PULP & BOLTS	215.00	Cd	17.90	3,848.50	55.67	11,969.05
	PAPER BIRCH	PULP & BOLTS	15.00	Cd	13.65	204.75	13.65	204.75
	RED OAK	PULPWOOD	15.00	Cd	14.70	220.50	14.70	220.50
	NORWAY PINE	PULP & BOLTS	5.00	Cd	21.21	106.05	21.21	106.05
	► BID SPECIES ★ SOL	D ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$23,211.55 \$3,481.73	BID TOTAI	L = \$ 71,063.40

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

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Mixed Product Description:

Jack Pine Pulp & Bolts includes: Bolts 67%; Pulpwood 33%. Norway Pine Pulp & Bolts includes: Bolts 60%; Pulpwood 40%. Paper Birch Pulp & Bolts includes: Bolts 30%; Pulpwood 70%. Trembling Aspen Pulp & Bolts includes: Bolts 24%; Pulpwood 76%.

Cutting and Felling:

- Harvest aspen and paper birch (Cutting Block 2).

- Harvest jack pine and aspen (Cutting Block 1).

- Harvest unmarked aspen (Cutting Block 3).

- Harvest unmarked aspen, unmarked jack pine, paper birch, unmarked red oak and yellow marked Norway pine. In the RMZ, harvest unmarked aspen, unmarked jack pine and paper birch. Reserve all oaks. RMZ boundary is marked with yellow vertical slash marks on cut trees (Cutting Block 4).

Season of Operations:

- Conduct sale operations on frozen soil conditions only, except with written permission from State (Cutting Blocks 1, 2, 3, and 4).

- No sale operations allowed during firearms / muzzleloader deer seasons on WMA portions of the sale (Cutting Block 3).

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 feet away from standing timber (Cutting Blocks 1 and 4).

Sale Conditions:

- Access is across state land (Cutting Blocks 1, 2, 3, and 4).
- This permit contains lands in a Wildlife Management Area (WMA) (Cutting Block 3).

Marketing Conditions:

This sale is located 3.25 miles east of Huntersville and north of County Road 19. Jack pine is 63 years old, Aspen is 45-55 years old. Approximately 10 cords of dead jack pine is available with an added timber agreement.

Price Adjustments:

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

Appraiser:

Brian Hoffmann

(Appraisal ID 16010-0; Cutting Block ID 18645-0, 17960-0, 17957-0, 17959-0)

TRACT B3 COUNTY: BECKER

AREA: PARK RAPIDS AREA

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ACRES: 75.0
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Permit Number: B014694 Expiration Date: 05/31/2024

Purchased By: Haverinen Brothers Logging

Address: 10097 350th St, Menahga, MN 56464

NESW,NWSE,SENW,SESE,SESW,SWNW,SWSE of Section 15 - Township 139, Range 37W.

					APPRAISED		BID %: 143	
	SPECIES	PRODUCT	VOLUME	UNIT		\$ VALUE		\$ VALUE
	NORWAY PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	21.00	MBF	101.20	2,125.20	101.20	2,125.20
+	TREMBLING ASPEN	PULP & BOLTS	1,090.00	Cd	18.70	20,383.00	45.44	49,529.60
+	RED OAK	PULP & BOLTS	675.00	Cd	22.66	15,295.50	55.06	37,165.50
+	NORTHERN HARDWOODS	PULP & BOLTS	615.00	Cd	15.40	9,471.00	37.42	23,013.30
	BASSWOOD	PULP & BOLTS	55.00	Cd	11.17	614.35	11.17	614.35
•	▶ BID SPECIES ★ SOLD	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$47,889.05 \$7,183.36	BID TOTAL	. = \$ 112,447.95

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

ANY LISTED SPECIES	BIOMASS	1,611.00	Tons	0.65	1,047.15

Mixed Species Description:

Northern Hardwoods Pulp & Bolts includes: Paper Birch 65%; Sugar Maple 35%.

Mixed Product Description:

Basswood Pulp & Bolts includes: Bolts 45%; Pulpwood 55%.

Northern Hardwoods Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 10%; Pulpwood 5%; Sawtimber (Softwood Only) 85%.

Red Oak Pulp & Bolts includes: Bolts 60%; Pulpwood 40%.

Trembling Aspen Pulp & Bolts includes: Bolts 25%; Pulpwood 75%.

Cutting and Felling:

- Harvest trembling aspen, red oak, paper birch, sugar maple and basswood. Harvest all Norway pine marked with yellow paint.

- The tract contains a significant amount 2-4" dbh maple/ironwood understory that must be felled.

Season of Operations:

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

Sale Conditions:

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

Marketing Conditions:

This sale is located in the Smoky Hills State forest approximately 7 miles southwest of Osage. Preferred access into the tract is across the Wehmas private property. Approximately 3/4 mile of new road construction will be needed and landings constructed. The topography is rolling throughout. The hardwoods average 98 years old.

Price Adjustments:

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

Appraiser:

Steven J. Bade

(Appraisal ID 15888-0; Cutting Block ID 17952-0)

TRACT B4 COUNTY: BECKER

AREA: PARK RAPIDS AREA

Permit Number: B014695 Expiration Date: 05/31/2024

Purchased By: Haverinen Brothers Logging

Address: 10097 350th St, Menahga, MN 56464

NESE,NWSE,SESE,SWNE,SWSE of Section 16; NESW,NWSW,SESW,SWSW of Section 15 - Township 139, Range 37W.

					APPRAISED		BID %: 135	
-	SPECIES	PRODUCT	VOLUME		UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
÷	NORWAY PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	185.00	MBF	105.80	19,573.00	248.63	45,996.55
+	RED OAK	PULP & BOLTS	1,250.00	Cd	23.69	29,612.50	55.67	69,587.50
+	TREMBLING ASPEN	PULP & BOLTS	1,005.00	Cd	19.55	19,647.75	45.94	46,169.70
+	NORTHERN HARDWOODS	PULP & BOLTS	990.00	Cd	16.10	15,939.00	37.84	37,461.60
	BASSWOOD	PULP & BOLTS	35.00	Cd	13.69	479.15	13.69	479.15
+ BID SPECIES * SOLD ON APPRAISED VOLUME					ED TOTAL = PAYMENT =	\$85,251.40 \$12,787.71	BID TOTAL	. = \$ 199,694.50

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

ANY LISTED SPECIES	BIOMASS	2,280.00 Tons	0.65	1,482.00
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Mixed Species Description:

Northern Hardwoods Pulp & Bolts includes: Paper Birch 60%; Sugar Maple 40%.

Mixed Product Description:

Basswood Pulp & Bolts includes: Bolts 70%; Pulpwood 30%.

Northern Hardwoods Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 10%; Pulpwood 5%; Sawtimber (Softwood Only) 85%. Red Oak Pulp & Bolts includes: Bolts 60%; Pulpwood 40%.

Trembling Aspen Pulp & Bolts includes: Bolts 25%; Pulpwood 75%.

Cutting and Felling:

- Harvest trembling aspen, paper birch, sugar maple, red oak, basswood and all Norway pine marked with yellow paint in units 2, 3, and 4. In unit 1, thin hardwood stand to a basal area of 90 square feet per acre from 150 square feet per acre by harvesting trembling aspen, paper birch, and sugar maple.

- Reserve red oak, Norway pine, and white pine in unit 1. Reserve all white pine, bur oak, balsam fir and Norway pine not marked with yellow paint in units 2, 3, and 4. Reserve 6 to 9 scattered/clumped trembling aspen, red oak, paper birch, sugar maple or basswood per acre 12"-22" DBH in unit 4.

- This sale contains a significant amount 2"-4" DBH sugar maple and ironwood understory that must be felled.

Season of Operations:

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

Slash Disposal:

- In unit 3 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 50 feet of standing timber. In units 1, 2, and 4 lop and scatter slash evenly over the harvest site to within 2 feet of the ground.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

This tract is located in the Smoky Hill State Forest approximately 7 miles southwest of Osage. The topography is rolling to steep in spots. The hardwoods average 98 years old the Norway pine is 124. The existing access road is cupped due to the

ATV activity and will need to widen and shaped up.

Price Adjustments:

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

Appraiser:

Steven J. Bade

(Appraisal ID 15890-0; Cutting Block ID 18234-0)

TRACT B5 COUNTY: BECKER

AREA: PARK RAPIDS AREA

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ACRES: 19.0
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Permit Number: B014696 Expiration Date: 05/31/2024

Purchased By: Kevin Thomas

Address: 17838 Popplewood Rd NE, Hines, MN 56647

NWSE, SENE, SWNE of Section 9 - Township 142, Range 37W.

					APPRAISED		BID %: 145	
S	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	NORWAY PINE MIXED HARDWOODS	PULP & BOLTS PULPWOOD	475.00 5.00		30.82 14.66	14,639.50 73.30	75.51 14.66	35,867.25 73.30
+	BID SPECIES * SOLD	ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$14,712.80 \$2,206.92	BID TOTA	L = \$ 35,940.55

Optional Timber (may be purchased with an Added Timber Agreement):								
ANY LISTED SPECIES	BIOMASS	248.00 Tons	0.65	161.20				

Mixed Species Description:

Mixed Hardwoods Pulpwood includes: Paper Birch 25%; Red Maple 25%; Red Oak 25%; Trembling Aspen 25%.

Mixed Product Description:

Norway Pine Pulp & Bolts includes: Bolts 90%; Pulpwood 10%.

Cutting and Felling:

- Harvest all Norway pine, trembling aspen, red maple, paper birch and red oak.

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 50' away from standing timber.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

This sale is located off the East Bad Medicine Lake Road approximately 21 miles northwest of Osage. This is a final harvest of a 70 year old stand of Norway pine. Existing landings are to be used. A skidding distance of 1/4 mile will be required for trees in the northeast portion of the sale. The terrain is gently rolling throughout.

Price Adjustments:

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

Appraiser:

Steven J. Bade

(Appraisal ID 15880-0; Cutting Block ID 17943-0)

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 15, 2020

PARK RAPIDS AREA

	SUMMARY FOR <u>SC</u>	OLD TRACTS			
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	TREMBLING ASPEN	3,200.00	Cd	49.34	157,903.85
	PAPER BIRCH	15.00	Cd	13.65	204.75
	NORTHERN HARDWOODS	1,605.00	Cd	37.68	60,474.90
	BASSWOOD	90.00	Cd	12.15	1,093.50
	RED OAK	1,925.00	Cd	55.46	106,753.00
	NORWAY PINE	660.00	Cd	81.97	54,097.50
	JACK PINE	885.00	Cd	55.69	49,281.35
PULPWOOD	RED OAK	15.00	Cd	14.70	220.50
	MIXED HARDWOODS	5.00	Cd	14.66	73.30
BIOMASS	ANY LISTED SPECIES (optional)	4,851.00	Tons	-	0.00
WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	NORWAY PINE	206.00	MBF	233.60	48,121.75
TOTAL APPRAIS	SOLD TRACTS CONVERTED TO CORDS SED DOLLAR VALUE OF SOLD TRACTS -UP DOLLAR VALUE OF SOLD TRACTS TOTAL ACRES SOLD TOTAL NUMBER OF TRACTS SOLD	: \$ 185,545.20 : \$ 478,224.40 : 287.3			