



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY

NOTICE OF SALE OF STUMPAGE ON STATE LANDS IN THE FOLLOWING AREAS:
LITTLE FALLS AREA, SANDSTONE AREA, LEWISTON AREA, NEW ULM AREA

**STATUS: FINAL
INTERMEDIATE AUCTION - SALE #2
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 Thursday, January 14, 2021. All tracts will be awarded beginning at the Bid Award Location at Cambridge Forestry Office at 11:00 AM on 01/15/2021 in Cambridge, 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.

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
INTERMEDIATE AUCTION
SEALED BID TIMBER SALE
LITTLE FALLS AREA, SANDSTONE AREA, LEWISTON AREA, NEW ULM AREA

**SEALED BIDS MUST BE RECEIVED PRIOR TO
2:00 PM on January 14, 2021**

Bids will be awarded at the following location:

Bid Award Location at Cambridge Forestry Office at 11:00 AM on 01/15/2021 in Cambridge, 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 January 14, 2021). 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 account 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)]. Purchase is limited to registered persons or companies with 30 or fewer employees. No bidder may purchase more than twenty-five (25) percent of the tracts offered on the first round of bidding. Purchases or attempts to purchase tracts beyond the twenty-five (25) percent limit will result in the forfeiture of the down payment and loss of the tract.

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 January 14, 2022, at the following Area Headquarters: Little Falls Area, Sandstone Area, Lewiston Area, New Ulm Area. Beginning 30 days after the auction date, an unsold intermediate auction tract may be purchased by any registered responsible bidder, i.e., purchase is no longer limited to businesses with 30 or fewer employees.

TRACT X1

COUNTY: ANOKA

AREA: SANDSTONE AREA

ACRES: 12.5

Permit Number: X017734
Expiration Date: 05/31/2024

Purchased By: _____

NWNE of Section 3 - Township 32, Range 22W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ RED MAPLE	PULPWOOD	165.00	Cd	3.15	519.75		
+ NORTHERN PIN OAK	PULPWOOD	145.00	Cd	4.90	710.50		
TREMBLING ASPEN	PULPWOOD	31.00	Cd	4.90	151.90		
PAPER BIRCH	PULPWOOD	27.00	Cd	3.15	85.05		

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$1,467.20
ADVANCE PAYMENT = \$220.08

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

ANY LISTED SPECIES BIOMASS 178.00 Tons 0.65 115.70

Season of Operations:

- No sale operations allowed during firearms / muzzleloader deer seasons.
- Conduct sale operations on frozen soil conditions only, except with written permission from State.
- Frozen ground access only.
- Frozen ground access across state, and private.
- No sale operations allowed between April 1st - July 15th and September 1st - December 31st without written permission from State. Date restrictions are due to oak wilt concerns and various hunting seasons.

Sale Conditions:

- Access is across state, or private land.
- Permission to cross private land must be obtained by permittee.
- This permit contains lands in a Wildlife Management Area (WMA).

Marketing Conditions:

Directions from State Hwy 65:
4 miles east on crosstown Blvd NE
0.8 miles north on Lexington Ave NE
3.5 miles east on Broadway Ave
0.5 miles north on Xingu St NE

Prices discounted due to low quality.

Access is limited, best access is through private land. Oak wilt is present.

Price Adjustments:

Road Construction Costs: -5%
Haul Distance to Nearest Mill: -15%
Stand Density: 0%
Operational Constraints: -5%
Other Price Factor: -40% (Low quality and seasonal restrictions.)

Appraiser:

Michael Anthony Palmer

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

LITTLE FALLS AREA, SANDSTONE AREA, LEWISTON AREA, NEW ULM 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: December 10, 2020

- SUMMARY SHEET -

01/14/2021 INTERMEDIATE AUCTION - SALE #2

FINAL - DATA AS OF 01/04/2021

LITTLE FALLS AREA, SANDSTONE AREA, LEWISTON AREA, NEW ULM AREA

SUMMARY FOR ALL TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
PULPWOOD	TREMBLING ASPEN	31.00	Cd	4.90	151.90
	PAPER BIRCH	27.00	Cd	3.15	85.05
	RED MAPLE	165.00	Cd	3.15	519.75
	NORTHERN PIN OAK	145.00	Cd	4.90	710.50
BIOMASS	ANY LISTED SPECIES (optional)	178.00	Tons	0.65	115.70

TOTAL SALE CONVERTED TO CORDS: 368.00
TOTAL APPRAISED DOLLAR VALUE OF SALE: \$ 1,467.20
TOTAL BID-UP DOLLAR VALUE OF SALE: -
TOTAL ACRES: 12.5
TOTAL NUMBER OF TRACTS: 1