



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY

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

STATUS: COMPLETED
REGULAR AUCTION - SALE #1
ORAL BID

Notice is hereby given that I offered for sale at public auction in Warroad, MN at 10:00 AM on Tuesday, July 13, 2021, timber belonging to the State of Minnesota. All tracts were offered at the Warroad Area Office in Warroad, 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
ORAL BID TIMBER SALE
WARROAD AREA

10:00 AM on July 13, 2021
Warroad Area Office in Warroad, 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 July 13, 2022, at the following Area Headquarters: Warroad Area.

TRACT B1

COUNTY: BELTRAMI

AREA: WARROAD AREA

ACRES: 162.8

Permit Number: B015082
Expiration Date: 05/31/2024

Purchased By:
Address:

UNSOLD

NWSE,SWNE of Section 5; NENW,NWNW,SEW,SWNE,SWNW of Section 9 - Township 155, Range 37W.
NENE,NENW,NWNE,NWNW,SEW of Section 15; NWSW of Section 22 - Township 155, Range 37W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	1,860.00	Cd	14.72	27,379.20	14.72	27,379.20
+ BID SPECIES	* SOLD ON APPRAISED VOLUME						
					APPRAISED TOTAL =	\$27,379.20	BID TOTAL = \$ 27,379.20
					ADVANCE PAYMENT =	\$4,106.88	

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

ASH	PULPWOOD	30.00	Cd	2.50	75.00		
ANY LISTED SPECIES	BIOMASS	1,020.00	Tons	0.65	663.00		

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 20%; Trembling Aspen 80%.

Season of Operations:

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

Sale Conditions:

- Access is across state and / or private land (Cutting Blocks 1 and 2).
- Permission to cross private land must be obtained by permittee (Cutting Blocks 1 and 2).
- This permit contains lands in a Wildlife Management Area (WMA) (Cutting Blocks 1 and 2).

Marketing Conditions:

Cutting Block 1: 1/2 mile of trails to be constructed, 2 miles of secondary, and 73 miles of primary to Solway.

Cutting Block 2: 1/2 mile of trails to be constructed, 2.5 miles of secondary, and 73 miles of primary to Solway.

Aspen Species Pulpwood: Average 6-8" DBH and 2-3 sticks

Ash Pulpwood: Average 7" DBH and 2-3 sticks

Price Adjustments:

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

Appraiser:

Jonathan Thomas Myhr

TRACT B2

COUNTY: MARSHALL

AREA: WARROAD AREA

ACRES: 65.4

Permit Number: B015083
Expiration Date: 05/31/2024

Purchased By: Gerbracht Logging Inc.
Address: 20405 - 340th St, Bagley, MN 56621

NESW,NWSW of Section 24 - Township 157, Range 39W.
NESE,NWSE,SESE,SWSE of Section 26; SWSW of Section 25 - Township 157, Range 39W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 210	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	1,210.00	Cd	1.80	2,178.00	5.58	6,751.80
+ BID SPECIES	* SOLD ON APPRAISED VOLUME						
					APPRAISED TOTAL =	\$2,178.00	BID TOTAL = \$ 6,751.80
					ADVANCE PAYMENT =	\$326.70	

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

ANY LISTED SPECIES BIOMASS 769.00 Tons 0.65 499.85

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 33%; Trembling Aspen 67%.

Cutting and Felling:

- Harvest aspen species (Cutting Blocks 1 and 2).

Season of Operations:

- Conduct sale operations on frozen soil conditions only, except with written permission from State (Cutting Blocks 1 and 2).
- • No sale operations August 15th to October 1 due to bear hunting season. No sale operations during deer rifle season (Cutting Blocks 1 and 2).

Sale Conditions:

- Access is across state and or private land (Cutting Blocks 1 and 2).
- Permission to cross private land must be obtained by permittee (Cutting Blocks 1 and 2).
- This permit contains lands in a Wildlife Management Area (WMA) (Cutting Blocks 1 and 2).

Marketing Conditions:

Sale is located north of Grygla, 1 mile north and 1 mile west of the S curve on highway 54.
1.5 miles of existing trail to clean or construct, 1 mile secondary road, 84 miles primary road to Norbord, Solway, MN
North blocks will be best access across private land.

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: 0%
Stand Density: 0%
Operational Constraints: 0%
Other Price Factor: -90% (Winter access Aspen Parklands wood)

Appraiser:

Shawn J. Olsen

TRACT B3

COUNTY: LAKE OF THE WOODS

AREA: WARROAD AREA

ACRES: 46.0

Permit Number: B015084
Expiration Date: 05/31/2024

Purchased By:
Address:

UNSOLD

SESE,SWSE of Section 30; NENE,NWNE of Section 31 - Township 159, Range 36W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+* TAMARACK	FUELWOOD	750.00	Cd	2.50	1,875.00	2.50	1,875.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$1,875.00	BID TOTAL = \$	1,875.00
				ADVANCE PAYMENT =	\$281.25		

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

ANY LISTED SPECIES	BIOMASS	165.00	Tons	0.65	107.25
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Season of Operations:

- Conduct sale operations on frozen ground only.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Salvage sale of bark beetle damaged tamarack.
80% of wood is damaged January 2021.
20 miles secondary, 72 primary primary road to Bemidji.
14 miles secondary, 107 miles primary road to International Falls.

Price Adjustments:

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

Appraiser:

Shane D. Delaney

(Appraisal ID 17021-0; Cutting Block ID 19806-0)

TRACT B4 COUNTY: LAKE OF THE WOODS, AREA: WARROAD AREA ACRES: 22.9
 ROSEAU

Permit Number: B015085
 Expiration Date: 05/31/2024

Purchased By: Packaging Corporation of America
Address: 400 Third Ave East, International Falls, MN 56649

GL03, GL04, SENW of Section 6 - Township 160, Range 36W.
 NESE, SESE of Section 31 - Township 161, Range 36W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 75	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ MIXED SPRUCE	PULP & BOLTS	611.00	Cd	14.45	8,828.95	25.29	15,452.19
+ ASPEN SPECIES	PULPWOOD	100.00	Cd	16.12	1,612.00	28.21	2,821.00
JACK PINE	PULPWOOD	9.00	Cd	5.10	45.90	5.10	45.90
BALSAM FIR	PULPWOOD	8.00	Cd	4.25	34.00	4.25	34.00
PAPER BIRCH	PULPWOOD	8.00	Cd	2.50	20.00	2.50	20.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$10,540.85	BID TOTAL = \$	18,373.09
				ADVANCE PAYMENT =	\$1,581.13		

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

ANY LISTED SPECIES BIOMASS 110.00 Tons 0.65 71.50

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 1%; Trembling Aspen 99%.
 Mixed Spruce Pulp & Bolts includes: Black Spruce 4%; White Spruce 96%.

Mixed Product Description:

Mixed Spruce Pulp & Bolts includes: Bolts 50%; Pulpwood 50%.

Season of Operations:

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

Sale Conditions:

- Access is across state land (Cutting Blocks 1 and 2).

Marketing Conditions:

Dick's Parkway is the divide of CB:1 -North and CB:2 - South.
 Stand 38 has potential for harvest during a dry summer.
 0.25 miles forest trail to improve.
 1.5 miles secondary and 109 miles primary to International Falls, MN
 32 miles secondary and 74 miles primary to Bemidji, MN

Price Adjustments:

Road Construction Costs: 0%
 Haul Distance to Nearest Mill: -15%
 Stand Density: 0%
 Operational Constraints: 0%
 Other Price Factor: 0%

Appraiser:

Douglas Sirrione

TRACT B5

COUNTY: ROSEAU

AREA: WARROAD AREA

ACRES: 13.9

Permit Number: B015086
Expiration Date: 05/31/2024

Purchased By: Packaging Corporation of America
Address: 400 Third Ave East, International Falls, MN 56649

SENE,SWNE of Section 23; NWSW of Section 24 - Township 160, Range 37W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 60	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ JACK PINE	PULP & BOLTS	450.00	Cd	11.90	5,355.00	19.04	8,568.00
MIXED SPRUCE	PULP & BOLTS	40.00	Cd	16.10	644.00	16.10	644.00
ASPEN SPECIES	PULPWOOD	25.00	Cd	13.28	332.00	13.28	332.00
BALSAM FIR	PULP & BOLTS	15.00	Cd	8.26	123.90	8.26	123.90
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$6,454.90	BID TOTAL = \$	9,667.90
				ADVANCE PAYMENT =	\$968.24		

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

ANY LISTED SPECIES BIOMASS 225.00 Tons 0.65 146.25

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 1%; Trembling Aspen 99%.
Mixed Spruce Pulp & Bolts includes: Black Spruce 22%; White Spruce 78%.

Mixed Product Description:

Balsam Fir Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.
Jack Pine Pulp & Bolts includes: Bolts 55%; Pulpwood 45%.
Mixed Spruce Pulp & Bolts includes: Bolts 80%; Pulpwood 20%.

Season of Operations:

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

Sale Conditions:

- Permission to cross tribal land must be obtained by permittee.
- Access is across state land, best access is across tribal land.

Marketing Conditions:

The north piece of this sale is summer accessible. South piece is winter access only. Requires plowing/improving 2 miles of trail.

Jack pine averages 10"DBH and 7 sticks.

112 miles to Potlatch
113 miles to PCA

Price Adjustments:

Road Construction Costs: -10%
Haul Distance to Nearest Mill: -15%
Stand Density: +5%
Operational Constraints: -10%
Other Price Factor: 0%

Appraiser:

Dale A. Donoho

TRACT B6

COUNTY: ROSEAU

AREA: WARROAD AREA

ACRES: 235.0

Permit Number: B015087
Expiration Date: 05/31/2024

Purchased By: Packaging Corporation of America
Address: 400 Third Ave East, International Falls, MN 56649

NENW,NWNE,NWNW,NWSW,SESW,SWSW of Section 8; SESW,SWSW of Section 5;
NENE,NESE,NWSE,SENE,SESE,SWNE,SWSE of Section 7 - Township 163, Range 38W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	6,815.00	Cd	16.96	115,582.40	16.96	115,582.40
ASH	PULPWOOD	175.00	Cd	2.50	437.50	2.50	437.50
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$116,019.90	BID TOTAL = \$ 116,019.90
				ADVANCE PAYMENT =		\$17,402.99	

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

ANY LISTED SPECIES BIOMASS 277.00 Tons 0.65 180.05

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 5%; Trembling Aspen 95%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

10 miles of secondary roads. 112 miles of primary roads to PCA in International Falls, MN.

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: -15%
Stand Density: +5%
Operational Constraints: 0%
Other Price Factor: 0%

Appraiser:

Mark Allen Mcdonald

TRACT B7

COUNTY: ROSEAU

AREA: WARROAD AREA

ACRES: 121.2

Permit Number: B015088
Expiration Date: 05/31/2024

Purchased By: Packaging Corporation of America
Address: 400 Third Ave East, International Falls, MN 56649

GL07, GL08, NESE, NWSW, SESW, SWSW of Section 29; NWNW of Section 32; NESW, NWSW, SESW, SWSW of Section 28 - Township 164, Range 38W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	3,440.00	Cd	16.02	55,108.80	16.02	55,108.80
+ BID SPECIES	* SOLD ON APPRAISED VOLUME						
					APPRAISED TOTAL =	\$55,108.80	BID TOTAL = \$ 55,108.80
					ADVANCE PAYMENT =	\$8,266.32	

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

ANY LISTED SPECIES BIOMASS 1,548.00 Tons 0.65 1,006.20

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 5%; Trembling Aspen 95%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

The sale is located in the Lost River state forest, 1 mile to the west of the Lindberg forest road.
1 mile of trail to improve
123 miles to International falls
145 miles to Bemidji

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: 0%
Stand Density: +5%
Operational Constraints: 0%
Other Price Factor: -20% (Haul distance >120 miles)

Appraiser:

Nic John Arends

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

WARROAD 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: July 13, 2021

- SUMMARY SHEET -

07/13/2021 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 07/13/2021

WARROAD AREA

SUMMARY FOR <u>SOLD</u> TRACTS					
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	JACK PINE	450.00	Cd	19.04	8,568.00
	BALSAM FIR	15.00	Cd	8.26	123.90
	MIXED SPRUCE	651.00	Cd	24.73	16,096.19
PULPWOOD	ASH	175.00	Cd	2.50	437.50
	ASPEN SPECIES	11,590.00	Cd	15.58	180,596.00
	PAPER BIRCH	8.00	Cd	2.50	20.00
	JACK PINE	9.00	Cd	5.10	45.90
	BALSAM FIR	8.00	Cd	4.25	34.00
BIOMASS	ANY LISTED SPECIES (optional)	2,929.00	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 12,906.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 190,302.45
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 205,921.49
TOTAL ACRES SOLD: 458.4
SOLD TRACT NUMBERS: 2, 4, 5, 6, 7
TOTAL NUMBER OF TRACTS SOLD: 5

SUMMARY FOR <u>UNSOLD</u> TRACTS					
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
PULPWOOD	ASH (optional)	30.00	Cd	2.50	75.00
	ASPEN SPECIES	1,860.00	Cd	14.72	27,379.20
FUELWOOD	TAMARACK	750.00	Cd	2.50	1,875.00
BIOMASS	ANY LISTED SPECIES (optional)	1,185.00	Tons	0.65	770.25

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 2,640.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 29,254.20
TOTAL ACRES UNSOLD: 208.8
UNSOLD TRACT NUMBERS: 1, 3
TOTAL NUMBER OF TRACTS UNSOLD: 2