

# MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

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

LITTLE FALLS AREA

## STATUS: COMPLETED REGULAR AUCTION - SALE #1 ORAL BID

Notice is hereby given that I offered for sale at public auction in Onamia, MN at 9:30 AM on Thursday, September 16, 2021, timber belonging to the State of Minnesota. All tracts were offered at the Onamia Field Station in Onamia, 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 <u>mndnr.gov/forestry/certification/certificates.html</u>



## MINNESOTA DEPARTMENT OF NATURAL RESOURCES

DIVISION OF FORESTRY

REGULAR AUCTION ORAL BID TIMBER SALE LITTLE FALLS AREA

## 9:30 AM on September 16, 2021 Onamia Field Station in Onamia, 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 September 16, 2022, at the following Area Headquarters: Little Falls Area.

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## TRACT B1 COUNTY: KANABEC

AREA: LITTLE FALLS AREA

**ACRES: 10.3** 

Permit Number: B015113 Expiration Date: 05/31/2024

Purchased By:

Address:

NWSW,SWSW of Section 18 - Township 39, Range 25W.

				APPR	AISED	BID:	
SPECIES	PRODUCT	VOLUME		UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+* TREMBLING ASPEN	PULPWOOD	126.00	Cd	12.60	1,587.60	12.60	1,587.60
* RED MAPLE	PULPWOOD	33.00	Cd	7.20	237.60	7.20	237.60
* BASSWOOD	PULPWOOD	26.00	Cd	4.50	117.00	4.50	117.00
* RED OAK	PULPWOOD	26.00	Cd	12.60	327.60	12.60	327.60
* BUR OAK	PULPWOOD	23.00	Cd	12.60	289.80	12.60	289.80
* ASH	PULPWOOD	7.00	Cd	3.60	25.20	3.60	25.20
* PAPER BIRCH	PULPWOOD	5.00	Cd	7.20	36.00	7.20	36.00
+ BID SPECIES * So	OLD ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$2,620.80 \$393.12	BID TOTA	L = \$ 2,620.80

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

ANY LISTED SPECIES BIOMASS 164.00 Tons 0.58 95.12	ANY LISTED SPECIES	BIOMASS	164.00	Tons	0.58	95.12
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## **Cutting and Felling:**

- Harvest all aspen, birch, maple, basswood, ash, and oak <12" dbh.
- Reserve all red pine, butternut, elm, and oak >12"dbh.

## Season of Operations:

- Oak wilt is within 20 miles and poses a threat. No sale operations allowed from April 1 July 15 due to oak wilt concerns, unless with written permission from State.
- Conduct sale operations on frozen soil conditions only, except with written permission from State.

## Site, Soil and Water Protection:

- This site is infested with buckthorn and logging equipment can move invasive plants within a stand, to other harvest sites or along rights of way. Keep access routes and landings out of infested areas as noted in the sale documents.

## Landings Roads and Trails:

- Post "Trucks Hauling" signs 200 feet beyond either end of road/trail section being used.

#### Sale Conditions:

- Access is across State land.

## **Marketing Conditions:**

(N/A)

## **Price Adjustments:**

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

## Appraiser:

Anthony L. Miller

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## TRACT B2 COUNTY: MILLE LACS

AREA: LITTLE FALLS AREA

ACRES: 138.0

Permit Number: B015114 Expiration Date: 05/31/2024

> Purchased By: Address:

NWSW,SWSW of Section 32 - Township 40, Range 26W. NENW,NWNE,NWNW of Section 8; NESW,NWSE,NWSW,SESW,SWNE,SWSE,SWSW of Section 5 -Township 39, Range 26W.

			APPR	AISED	BID:			
5	PECIES	PRODUCT	VOLUME		UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	ASPEN SPECIES	PULPWOOD	1,572.00	Cd	15.40	24,208.80	15.40	24,208.80
+	RED OAK	WOODSRUN MIXED PRODUCTS	480.00	Cd	25.88	12,422.40	25.88	12,422.40
	BASSWOOD	WOODSRUN MIXED PRODUCTS	289.00	Cd	5.88	1,699.32	5.88	1,699.32
	MAPLE SPECIES	PULPWOOD	289.00	Cd	8.80	2,543.20	8.80	2,543.20
+	BUR OAK	WOODSRUN MIXED PRODUCTS	237.00	Cd	19.29	4,571.73	19.29	4,571.73
	PAPER BIRCH	PULPWOOD	32.00	Cd	8.80	281.60	8.80	281.60
	ASH	PULPWOOD	24.00	Cd	4.40	105.60	4.40	105.60
4	BID SPECIES * SOLD	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$45,832.65 \$6,874.90	BID TOTA	L = \$ 45,832.65

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

ANY LISTED SPECIES BIOMASS 1,738.00 Tons 0.65 1,129.70	- C. I					
		ANY LISTED SPECIES	BIOMASS	1,738.00 Tons	0.65	1,129.70

#### **Mixed Species Description:**

Aspen Species Pulpwood includes: Largetooth Aspen 43%; Trembling Aspen 57%. Maple Species Pulpwood includes: Red Maple 50%; Sugar Maple 50%.

#### **Mixed Product Description:**

Basswood Woodsrun Mixed Products includes: Bolts 2%; Pulpwood 97%; Sawlog-Grade 2 (Hardwood) 1%.

Bur Oak Woodsrun Mixed Products includes: Bolts 6%; Pulpwood 89%; Sawlog-Grade 2 (Hardwood) 5%.

Red Oak Woodsrun Mixed Products includes: Bolts 9%; Pulpwood 82%; Sawlog-Grade 1 (Hardwood) 1%; Sawlog-Grade 2 (Hardwood) 8%.

#### **Cutting and Felling:**

- Harvest all merchantable paper birch, ash, basswood, aspen species, and maple species (Cutting Block 2).
- Harvest all merchantable red oak, basswood, bur oak, ash, aspen species, and maple species (Cutting Block 1).
- Reserve all non merchantable species, as well as all conifers and butternut (Cutting Blocks 1 and 2).

## Season of Operations:

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

#### Slash Disposal:

- Biomass harvest is allowed on this permit. An Added Timber Agreement is required (Cutting Blocks 1 and 2).

- If biomass is purchased with an Added Timber Agreement, 20% of the tops and limbs must be left on the site or hauled back from the landing and redistributed in the general harvest area. This percentage may be adjusted up or down to meet the 1/3 retention goal if incidental breakage is more or less than 10-15% (Cutting Blocks 1 and 2).

## Site, Soil and Water Protection:

- Wetlands requiring filter strips occur on this permit (Cutting Block 1).

## Landings Roads and Trails:

#### Landings Roads and Trails (Continued):

- The location and construction of all roads and landings must be pre-approved by the State (Cutting Blocks 1 and 2).

#### Sale Conditions:

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

#### **Marketing Conditions:**

This sale is located on the eastside of 100th ave north and south of county rd 19.

## **Price Adjustments:**

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

## Appraiser:

Paul Jay Kedrowski

(Appraisal ID 16990-0; Cutting Block ID 19775-0, 19774-0)

## TRACT B3 COUNTY: KANABEC

AREA: LITTLE FALLS AREA

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ACRES: 149.3
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Permit Number: B015115 Expiration Date: 05/31/2024

> Purchased By: Futurewood Corp Address: 9676 N Kruger Rd, Hayward, WI 54843

NWSW,SWSW of Section 16; NWNW of Section 21 - Township 42, Range 22W. NESE,SENE of Section 17; NWSW of Section 16 - Township 42, Range 22W. NENW of Section 21 - Township 42, Range 22W. NESE,SESE of Section 17; SWSW of Section 16; NWNW,SWNW of Section 21; NENE,NWNE,SENE,SWNE of

Section 20 - Township 42, Range 22W.

					APPR	AISED	BID	%: 0
S	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	TREMBLING ASPEN	PULPWOOD	2,552.00	Cd	14.40	36,748.80	14.40	36,748.80
+	RED MAPLE	PULP & BOLTS	1,063.00	Cd	9.00	9,567.00	9.00	9,567.00
	BASSWOOD	PULP & BOLTS	776.00	Cd	6.30	4,888.80	6.30	4,888.80
	PAPER BIRCH	PULPWOOD	165.00	Cd	8.10	1,336.50	8.10	1,336.50
	ASH	PULPWOOD	113.00	Cd	4.50	508.50	4.50	508.50
+	BID SPECIES * So	OLD ON APPRAISED VOLUME			SED TOTAL =	\$53,049.60 \$7,957.44	BID TOTA	_ = \$ 53,049.60

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

ANY LISTED SPECIES	BIOMASS	2,884.00	Tons	0.58	1,672.72

## **SOAV Option:**

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

## **Mixed Product Description:**

Basswood Pulp & Bolts includes: Bolts 16%; Pulpwood 84%. Red Maple Pulp & Bolts includes: Bolts 13%; Pulpwood 87%.

## **Cutting and Felling:**

- Harvest all aspen, birch, maple, basswood, and ash over 2" dbh (Cutting Blocks 2, 3, and 4).
- Harvest all aspen, maple, basswood, and ash over 2" dbh (Cutting Block 1).
- Reserve all oak (Cutting Block 3).
- Reserve all oak and elm (Cutting Block 2).
- Reserve all oak, elm, and balsam fir (Cutting Block 1).
- Reserve all oak, elm, and cherry (Cutting Block 4).

## Season of Operations:

- Oak wilt is within 20 miles and poses a threat. No sale operations allowed from April 1 - July 15 due to oak wilt concerns, unless with written permission from State (Cutting Blocks 1, 2, 3, and 4).

## Sale Conditions:

- Access is across State land (Cutting Blocks 1, 2, and 3).
- Access is across State or private land (Cutting Block 4).

## Marketing Conditions:

Cutting Block #1 = 50% big-tooth aspen, 50% trembling aspen. Cutting Block #2 = 20% big-tooth aspen, 80% trembling aspen. Cutting Block #3 = 10% big-tooth aspen, 90% trembling aspen.

## **Price Adjustments:**

Road Construction Costs: -10%

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

## Appraiser:

Anthony L. Miller

(Appraisal ID 16830-0; Cutting Block ID 19519-0, 19523-0, 19522-0, 19582-0)

## TRACT B4 COUNTY: TODD

AREA: LITTLE FALLS AREA

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ACRES: 56.7
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Permit Number: B015116 Expiration Date: 05/31/2024

Purchased By: Hodgden Logging Inc.

Address: 38114 Twin Lakes Rd, Menahga, MN 56464

NENW,NWNE,NWNW,SENW,SWNE of Section 36 - Township 132, Range 32W.

					APPR	AISED	BID	) %: <b>0</b>
S	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	OAK SPECIES	PULP & BOLTS	1,050.00	Cd	17.48	18,354.00	17.48	18,354.00
+	ASPEN SPECIES	PULP & BOLTS	410.00	Cd	13.30	5,453.00	13.30	5,453.00
	NORTHERN HARDWOODS	PULP & BOLTS	180.00	Cd	8.26	1,486.80	8.26	1,486.80
	ASH	PULP & BOLTS	32.00	Cd	5.46	174.72	5.46	174.72
	BASSWOOD	PULP & BOLTS	28.00	Cd	5.46	152.88	5.46	152.88
+	BID SPECIES	★ SOLD ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$25,621.40 \$3,843.21	BID TOTA	L = \$ 25,621.40

ANY LISTED S	SPECIES	BIOMASS	918.00	Tons	0.65	596.70

#### **Mixed Species Description:**

Aspen Species Pulp & Bolts includes: Largetooth Aspen 43%; Trembling Aspen 57%. Northern Hardwoods Pulp & Bolts includes: Paper Birch 39%; Red Maple 60%; Sugar Maple 1%. Oak Species Pulp & Bolts includes: Bur Oak 8%; Red Oak 92%.

#### **Mixed Product Description:**

Ash Pulp & Bolts includes: Bolts 25%; Pulpwood 75%. Aspen Species Pulp & Bolts includes: Bolts 20%; Pulpwood 80%. Basswood Pulp & Bolts includes: Bolts 15%; Pulpwood 85%. Northern Hardwoods Pulp & Bolts includes: Bolts 10%; Pulpwood 90%. Oak Species Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

## **Cutting and Felling:**

- Harvest harvest all oak, aspen, ash, basswood, maple and paper birch less than 16" DBH.

- Reserve all pine, spruce, elm and black cherry. Reserve all oak species with a DBH less than 5".

## Season of Operations:

- Oak wilt is within 20 miles and poses a threat. No sale operations allowed from April 1st - July 15th due to oak wilt concerns, unless with written permission from State.

#### Site, Soil and Water Protection:

- Wetlands requiring filter strips occur on this permit.

## Landings Roads and Trails:

- The Recreation trail may be used as access. DNR Forestry must be notified at least 5 working days before any sale operations take place, including clearing or access road construction. Ensure "Trucks Hauling" signs are prominently posted and maintained 200 feet beyond either side of any segment of any road or trail being temporarily used or crossed in conjunction with timber harvest operations. No logging equipment, wood piles, slash or logging debris will remain on the trail treadway and/or trail right-of-way during or after permit operations. Trail must be maintained wide enough to allow truck and ATV/snowmobile traffic to safely pass. The permittee must repair any trail damage attributable to timber harvest operations before the sale is finalized. Maintain at least 4" snow depth on all trail surfaces during sale activities while operating from Dec.1- March 31.

## Sale Conditions:

- Access is across state or private land.

## Sale Conditions (Continued):

- Permission to cross private land must be obtained by permittee.

#### **Marketing Conditions:**

Sale is located one mile southwest of the intersection of Highway 10 and County Rd 7 between Cushing and Motley.

Possible access though private land along snowmobile trail may be an option from 335th Ave and must be obtained by permitee. State land can also be used as access through high water table area that will require culvert and water diversion practices.

## **Price Adjustments:**

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

#### Appraiser:

Timothy Michael Stai

(Appraisal ID 16417-0; Cutting Block ID 19080-0)

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

#### LITTLE FALLS 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 16, 2021

**APPRAISED** 

**\$ VALUE** 

1,699.32

5.88

## LITTLE FALLS AREA

PRODUCT

WOODSRUN MIXED

	SUMMARY FOR <u>SC</u>	<u>OLD</u> TRACTS			
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	ASH	32.00	Cd	5.46	174.72
	ASPEN SPECIES	410.00	Cd	13.30	5,453.00
	NORTHERN HARDWOODS	180.00	Cd	8.26	1,486.80
	RED MAPLE	1,063.00	Cd	9.00	9,567.00
	BASSWOOD	804.00	Cd	6.27	5,041.68
	OAK SPECIES	1,050.00	Cd	17.48	18,354.00
PULPWOOD	ASH	113.00	Cd	4.50	508.50
	TREMBLING ASPEN	2,552.00	Cd	14.40	36,748.80
	PAPER BIRCH	165.00	Cd	8.10	1,336.50
BIOMASS	ANY LISTED SPECIES (optional)	3,802.00	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 6,369.00 TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$78,671.00 TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$78,671.00 TOTAL ACRES SOLD: 206.0

SOLD TRACT NUMBERS: 3, 4

TOTAL NUMBER OF TRACTS SOLD: 2

#### APPRAISED TOTAL **AVERAGE** SPECIES VOLUME UNIT **UNIT PRICE** 289.00 Cd BASSWOOD 480.00 Cd

SUMMARY FOR UNSOLD TRACTS

IT CODOL OT THIN LED	BROOMOOD				,
PRODUCTS	RED OAK	480.00	Cd	25.88	12,422.40
	BUR OAK	237.00	Cd	19.29	4,571.73
PULPWOOD	ASH	31.00	Cd	4.22	130.80
	ASPEN SPECIES	1,572.00	Cd	15.40	24,208.80
	TREMBLING ASPEN	126.00	Cd	12.60	1,587.60
	PAPER BIRCH	37.00	Cd	8.58	317.60
	MAPLE SPECIES	289.00	Cd	8.80	2,543.20
	RED MAPLE	33.00	Cd	7.20	237.60
	BASSWOOD	26.00	Cd	4.50	117.00
	RED OAK	26.00	Cd	12.60	327.60
	BUR OAK	23.00	Cd	12.60	289.80
BIOMASS	ANY LISTED SPECIES (optional)	1,902.00	Tons	0.64	1,224.82
	UNSOLD TRACTS CONVERTED TO CORDS ISED DOLLAR VALUE OF UNSOLD TRACTS TOTAL ACRES UNSOLD	\$ 48,453.45			

UNSOLD TRACT NUMBERS: 1, 2

TOTAL NUMBER OF TRACTS UNSOLD: 2