

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

STATUS: COMPLETED INTERMEDIATE AUCTION - SALE #2 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 Wednesday, January 19, 2022. All tracts were awarded at the Bid Award Location at Cambridge Area Office at 10:00 AM on 01/20/2022 in Cambridge, 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 DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

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

SEALED BIDS MUST BE RECEIVED PRIOR TO 2:00 PM on January 19, 2022 Bids will be awarded at the following location: Bid Award Location at Cambridge Area Office at 10:00 AM on 01/20/2022 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 19, 2022). 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 19, 2023, at the following Area Headquarters: Little Falls Area, Sandstone Area, Lewiston 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: BENTON AREA: LITTLE FALLS AREA ACRES: 39.5

Permit Number: X018317 Expiration Date: 05/31/2025

Purchased By:
Address:

NWNE of Section 13; SESE, SWSE of Section 12 - Township 36, Range 28W.

						RAISED	BID:	
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	TREMBLING ASPEN	PULPWOOD	300.00	Cd	12.60	3,780.00	12.60	3,780.00
+	ASH	PULP & BOLTS	200.00	Cd	4.54	908.00	4.54	908.00
+	NORTHERN HARDWOODS	PULP & BOLTS	110.00	Cd	7.83	861.30	7.83	861.30
	BASSWOOD	PULP & BOLTS	95.00	Cd	4.95	470.25	4.95	470.25
	OAK SPECIES	PULP & BOLTS	75.00	Cd	13.59	1,019.25	13.59	1,019.25
	+ BID SPECIES * SOLD	ON APPRAISED VOLUME			NISED TOTAL = CE PAYMENT =	\$7,038.80 \$1,055.82	BID TOTA	L = \$ 7,038.80

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

ANY LISTED SPECIES BIOMASS 496.00 Tons 0.65 322.40

Mixed Species Description:

Northern Hardwoods Pulp & Bolts includes: Paper Birch 80%; Red Maple 20%.

Oak Species Pulp & Bolts includes: Bur Oak 90%; Red Oak 10%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 15%; Pulpwood 85%. Basswood Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

Northern Hardwoods Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

Oak Species Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

Cutting and Felling:

- Harvest all species not painted green with a DBH greater than 3".
- Reserve all green painted trees, spruce and pine species.

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.
- No sale operations allowed during firearms / muzzleloader deer seasons.
- Conduct sale operations on frozen soil conditions only, except with written permission from State.
- No operations between April 30th-July 15th and August 7th-October 1st due to presence of Blandings turtle in area.

Sale Conditions:

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

Marketing Conditions:

Sale is located in the Ben Lacs Wildlife Management Area in Benton County, 13 miles northeast of Princeton, MN.

Access into sale area is from the north and south off 35th St NE, minimal road development will be needed to access harvest area.

Due to access and seasonal restrictions, this permit will have a 4 year deadline.

Price Adjustments:

01/19/2022 INTERMEDIATE AUCTION - SALE #2

Road Construction Costs: 0% Haul Distance to Nearest Mill: 0%

Stand Density: 0%

Operational Constraints: -10% Other Price Factor: 0%

Appraiser:

Timothy Michael Stai

(Appraisal ID 17047-0; Cutting Block ID 16369-0)

TRACT X2 COUNTY: KANABEC AREA: LITTLE FALLS AREA ACRES: 86.0

Permit Number: X018318 Expiration Date: 05/31/2025

Purchased By:
Address:

NWSW,SWNW of Section 16 - Township 42, Range 23W.

SESE of Section 8; SWSW of Section 9 - Township 42, Range 23W.

NENE of Section 17; NWNW of Section 16 - Township 42, Range 23W.

NESW,NWSW,SESW,SWSW of Section 9 - Township 42, Range 23W.

NESW, NWSW, SENW, SESW, SWNW of Section 16 - Township 42, Range 23W.

SWSE of Section 16 - Township 42, Range 23W.

				APPRAISED UNIT		BID:		
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+	RED MAPLE	WOODSRUN CORDWOOD	384.00	Cd	4.50	1,728.00	4.50	1,728.00
+	BASSWOOD	WOODSRUN CORDWOOD	350.00	Cd	3.00	1,050.00	3.00	1,050.00
+	TREMBLING ASPEN	WOODSRUN CORDWOOD	304.00	Cd	7.00	2,128.00	7.00	2,128.00
+	PAPER BIRCH	WOODSRUN CORDWOOD	151.00	Cd	4.50	679.50	4.50	679.50
+	ASH	WOODSRUN CORDWOOD	131.00	Cd	2.50	327.50	2.50	327.50
	BUR OAK	WOODSRUN CORDWOOD	62.00	Cd	7.00	434.00	7.00	434.00
	RED OAK	WOODSRUN CORDWOOD	32.00	Cd	7.00	224.00	7.00	224.00
	+ BID SPECIES * SOL	D ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$6,571.00 \$985.65	BID TOTA	L = \$ 6,571.00

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

ANY LISTED SPECIES BIOMASS 979.00 Tons 0.50 489.50

Cutting and Felling:

- Harvest all aspen, birch, maple, and basswood, and all oak smaller than 10" dbh (Cutting Block 1).
- Harvest all aspen, birch, maple, basswood, and ash (Cutting Block 5).
- Harvest all aspen, birch, maple, basswood, and ash, and all oak smaller than 10" dbh (Cutting Blocks 4 and 6).
- Harvest all aspen, birch, maple, basswood, and ash, and all red oak smaller than 10" dbh (Cutting Block 3).
- Harvest all aspen, maple, and basswood, and all oak smaller than 10"dbh (Cutting Block 2).
- Reserve all elm and all oak 10" dbh and larger (Cutting Blocks 3 and 6).
- Reserve all oak 10" dbh and larger (Cutting Blocks 1, 2, and 4).
- Reserve all oak and elm (Cutting Block 5).

Season of Operations:

- No sale operations allowed between March 15th and December 15th, without written permission from State (Cutting Blocks 5 and 6).
- No sale operations allowed during firearms / muzzleloader deer seasons (Cutting Blocks 5 and 6).
- Conduct sale operations on frozen soil conditions only, except with written permission from State (Cutting Blocks 5 and 6).
- Frozen ground access across State (Cutting Blocks 5 and 6).

Landings, Roads, and Trails:

- Recreation trail may be used as access (Cutting Blocks 1, 3, 4, 5, and 6).

Sale Conditions:

- Access is across State land (Cutting Blocks 1, 2, 3, 4, 5, and 6).
- This permit contains lands in a Wildlife Management Area (WMA) (Cutting Blocks 5 and 6).

Marketing Conditions:

Aspen averages 6 sticks.

01/19/2022 INTERMEDIATE AUCTION - SALE #2

Price Adjustments:

Road Construction Costs: -10% Haul Distance to Nearest Mill: -10%

Stand Density: 0%

Operational Constraints: 0%

Other Price Factor: -30% (second re-offer)

Appraiser:

Anthony L. Miller

(Appraisal ID 13096-0; Cutting Block ID 14952-0, 14941-0, 14935-0, 14951-0, 14940-0, 14939-0)

TRACT X3 COUNTY: MILLE LACS AREA: LITTLE FALLS AREA ACRES: 21.0

Permit Number: X018319 Expiration Date: 05/31/2025

Purchased By:
Address:

NESE, NWSE, SESE, SWSE of Section 16 - Township 42, Range 25W.

						APPRAISED		
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+	OAK SPECIES	PULP & BOLTS	238.00	Cd	10.05	2,391.90	10.05	2,391.90
+	MAPLE SPECIES	PULP & BOLTS	141.00	Cd	5.43	765.63	5.43	765.63
+	BASSWOOD	PULP & BOLTS	112.00	Cd	3.60	403.20	3.60	403.20
+	ASH	PULPWOOD	30.00	Cd	2.40	72.00	2.40	72.00
	PAPER BIRCH	PULPWOOD	5.00	Cd	4.80	24.00	4.80	24.00
	TREMBLING ASPEN	PULPWOOD	5.00	Cd	8.40	42.00	8.40	42.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME		ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$3,698.73 \$554.81	BID TOTA	L = \$ 3,698.73

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

ANY LISTED SPECIES BIOMASS 350.00 Tons 0.65 227.50

Mixed Species Description:

Maple Species Pulp & Bolts includes: Red Maple 65%; Sugar Maple 35%.

Oak Species Pulp & Bolts includes: Bur Oak 20%; Red Oak 80%.

Mixed Product Description:

Basswood Pulp & Bolts includes: Bolts 20%; Pulpwood 80%. Maple Species Pulp & Bolts includes: Bolts 15%; Pulpwood 85%. Oak Species Pulp & Bolts includes: Bolts 25%; Pulpwood 75%.

Cutting and Felling:

- Harvest all unmarked trees.
- Reserve all trees marked with red tree marking paint and white pine.

Season of Operations:

- Conduct sale operations on dry/fozen soil conditions only, except with written permission from State.
- Frozen ground access across private.

Landings, Roads, and Trails:

- Recreation trail may not be used as access.

Sale Conditions:

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

Marketing Conditions:

Sale is approximately located one mile east of Wahkon MN.

Price Adjustments:

Road Construction Costs: 0% Haul Distance to Nearest Mill: -10%

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: -30% (Reoffer)

Appraiser:

Andrew John Butler

(Appraisal ID 13126-0; Cutting Block ID 15355-0)

TRACT X4

COUNTY: MILLE LACS

AREA: LITTLE FALLS AREA

ACRES: 7.0

Permit Number: X018320 Expiration Date: 05/31/2025

Purchased By:
Address:

NESW, NWSW of Section 36 - Township 42, Range 27W.

						AISED	BID:	
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	TREMBLING ASPEN	PULPWOOD	27.00	Cd	14.00	378.00	14.00	378.00
+	RED OAK	PULP & BOLTS	25.00	Cd	18.40	460.00	18.40	460.00
+	ASH	PULP & BOLTS	18.00	Cd	5.40	97.20	5.40	97.20
+	BASSWOOD	PULPWOOD	16.00	Cd	5.00	80.00	5.00	80.00
	PAPER BIRCH	PULPWOOD	6.00	Cd	8.00	48.00	8.00	48.00
+ BID SPECIES		ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$1,063.20 \$159.48	BID TOTA	AL = \$ 1,063.20

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

ANY LISTED SPECIES BIOMASS 136.00 Tons 0.65 88.40

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 20%; Pulpwood 80%. Red Oak Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

Cutting and Felling:

- Harvest all red oak, trembling aspen, ash, paper birch, and basswood greater then 2 inches in the designated cutting area.
- Reserve all Bur Oak and maple species.

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Located 2 miles west of Onamia MN

Price Adjustments:

Road Construction Costs: +10% Haul Distance to Nearest Mill: 0%

Stand Density: -10%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Thomas P. Young

(Appraisal ID 16987-0; Cutting Block ID 19249-0)

TRACT X5 COUNTY: PINE AREA: SANDSTONE AREA ACRES: 58.4

Permit Number: X018321 Expiration Date: 05/31/2025

Purchased By:
Address:

NENE, SENE, SWNE of Section 26; NWNW, SWNW of Section 25 - Township 44, Range 17W.

NENE, NESE, NWSE, SENE, SWNE of Section 26 - Township 44, Range 17W.

SENE of Section 26; SWNW of Section 25 - Township 44, Range 17W.

					APPRAISED		BID:	
					UNIT		UNIT	
5	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+	MAPLE SPECIES	PULPWOOD	255.00	Cd	3.15	803.25	3.15	803.25
+	BASSWOOD	PULP & BOLTS	205.00	Cd	2.62	537.10	2.62	537.10
	ASH	PULP & BOLTS	190.00	Cd	2.63	499.70	2.63	499.70
+	ASPEN SPECIES	PULPWOOD	110.00	Cd	5.59	614.90	5.59	614.90
	PAPER BIRCH	PULP & BOLTS	60.00	Cd	3.69	221.40	3.69	221.40
	RED OAK	PULP & BOLTS	10.00	Cd	6.25	62.50	6.25	62.50
+	► BID SPECIES *	SOLD ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$2,738.85 \$410.83	BID TOTA	L = \$ 2,738.85

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

ANY LISTED SPECIES BIOMASS 471.00 Tons 0.65 306.15

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 1%; Largetooth Aspen 4%; Trembling Aspen 95%.

Maple Species Pulpwood includes: Red Maple 48%; Sugar Maple 52%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 32%; Pulpwood 68%. Basswood Pulp & Bolts includes: Bolts 25%; Pulpwood 75%. Paper Birch Pulp & Bolts includes: Bolts 19%; Pulpwood 81%. Red Oak Pulp & Bolts includes: Bolts 35%; Pulpwood 65%.

Season of Operations:

- Oak wilt is within 20 miles and poses a threat. No sale operations allowed from April 15 July 15 due to oak wilt concerns, unless with written permission from State (Cutting Blocks 1 and 2).
- Conduct sale operations on dry / frozen soil conditions only, except with written permission from State (Cutting Blocks 1 and 2).
- Conduct sale operations on frozen soil conditions only, except with written permission from State (Cutting Block 3).

Sale Conditions:

- Access is across state land (Cutting Blocks 1, 2, and 3).

Marketing Conditions:

Sale is located South of the Park Forest Road off the Matthew Lourey Trail. Block 3 (Ash gap harvests) is optional.

Reoffer of an unsold permit-prices reduced 30%

Price Adjustments:

Road Construction Costs: -5% Haul Distance to Nearest Mill: -10%

Stand Density: -10%

Operational Constraints: -10% Other Price Factor: -30% (Reoffer)

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Madisson R. Masucci

(Appraisal ID 15287-0; Cutting Block ID 17780-0, 20183-0, 17778-0)

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

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: January 19, 2022

LITTLE FALLS AREA, SANDSTONE AREA, LEWISTON AREA

SUMMARY FOR <u>UNSOLD</u> TRACTS							
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE		
PULP & BOLTS	ASH	408.00	Cd	3.69	1,504.90		
	PAPER BIRCH	60.00	Cd	3.69	221.40		
	MAPLE SPECIES	141.00	Cd	5.43	765.63		
	NORTHERN HARDWOODS	110.00	Cd	7.83	861.30		
	BASSWOOD	412.00	Cd	3.42	1,410.55		
	OAK SPECIES	313.00	Cd	10.90	3,411.15		
	RED OAK	35.00	Cd	14.93	522.50		
WOODSRUN CORDWOOD	ASH	131.00	Cd	2.50	327.50		
	TREMBLING ASPEN	304.00	Cd	7.00	2,128.00		
	PAPER BIRCH	151.00	Cd	4.50	679.50		
	RED MAPLE	384.00	Cd	4.50	1,728.00		
	BASSWOOD	350.00	Cd	3.00	1,050.00		
	RED OAK	32.00	Cd	7.00	224.00		
	BUR OAK	62.00	Cd	7.00	434.00		
PULPWOOD	ASH	30.00	Cd	2.40	72.00		
	ASPEN SPECIES	110.00	Cd	5.59	614.90		
	TREMBLING ASPEN	332.00	Cd	12.65	4,200.00		
	PAPER BIRCH	11.00	Cd	6.55	72.00		
	MAPLE SPECIES	255.00	Cd	3.15	803.25		
	BASSWOOD	16.00	Cd	5.00	80.00		
BIOMASS	ANY LISTED SPECIES (optional)	2,432.00	Tons	0.59	1,433.95		

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 3,647.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$21,110.58
TOTAL ACRES UNSOLD: 211.9
TOTAL NUMBER OF TRACTS UNSOLD: 5