



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY

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

STATUS: COMPLETED
REGULAR AUCTION - SALE #1
ORAL BID

Notice is hereby given that I offered for sale at public auction in Baudette, MN at 9:00 AM on Wednesday, May 18, 2022, timber belonging to the State of Minnesota. All tracts were offered at the Baudette Forestry in Baudette, 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
BAUDETTE AREA

9:00 AM on May 18, 2022
Baudette Forestry in Baudette, 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 May 18, 2023, at the following Area Headquarters: Baudette Area.

TRACT B1 COUNTY: KOOCHICHING AREA: BAUDETTE AREA ACRES: 46.3

Permit Number: B015314
Expiration Date: 05/31/2025

Purchased By: Hasbargen Logging Inc.
Address: 1580 Town Road 117, Baudette, MN 56623

GL02, GL03, GL04, NWSW of Section 10 - Township 157, Range 27W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	1,492.00	Cd	19.86	29,631.12	19.86	29,631.12
+ ASH	PULP & BOLTS	299.00	Cd	9.13	2,729.87	9.13	2,729.87
	BALSAM FIR	141.00	Cd	5.25	740.25	5.25	740.25
	MIXED SPRUCE	80.00	Cd	15.75	1,260.00	15.75	1,260.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$34,361.24	BID TOTAL = \$	34,361.24
				ADVANCE PAYMENT =	\$5,154.19		

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

ANY LISTED SPECIES BIOMASS 1,231.00 Tons 0.65 800.15

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Balm of Gilead 3%; Trembling Aspen 97%.
Mixed Spruce Pulp & Bolts includes: Black Spruce 10%; White Spruce 90%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.
Aspen Species Pulp & Bolts includes: Bolts 35%; Pulpwood 65%.
Mixed Spruce Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

Season of Operations:

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

Sale Conditions:

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

Marketing Conditions:

Sale is 47 miles from International Falls.
Sale is location approx. 3 miles south of the Black River road.
Sale is approx. 2 miles south of a snowmobile trail.
There are 9 red painted spruce throughout the sale.

Price Adjustments:

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

Appraiser:

Cody Allen Martin

TRACT B2

COUNTY: LAKE OF THE WOODS

AREA: BAUDETTE AREA

ACRES: 30.0

Permit Number: B015315
Expiration Date: 05/31/2025

Purchased By: Lundberg Forest Products Inc.

Address: 3835 Centerline Road NW, Solway, MN 56678

GL02,NENW,SEnw of Section 30; GL02,GL03,NESW of Section 19 - Township 158, Range 35W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	730.00	Cd	16.10	11,753.00	16.10	11,753.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$11,753.00	BID TOTAL = \$ 11,753.00
				ADVANCE PAYMENT =		\$1,762.95	

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 2%; Trembling Aspen 98%.

Season of Operations:

- Conduct all harvest operations and access on frozen soil conditions only, except with written permission from State.

Landings, Roads, and Trails:

- Recreation trail may be used as access.

Sale Conditions:

- Access is across state land.
- This permit contains lands in a Wildlife Management Area (WMA).

Marketing Conditions:

This sale is located approximately 7 miles east of Dicks Parkway off the Moose River East forest road.

94 miles to Bemidji
129 miles to l'Falls

Price Adjustments:

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

Appraiser:

Kevin G. Dorow

TRACT B3 COUNTY: KOOCHICHING AREA: BAUDETTE AREA ACRES: 29.3

Permit Number: B015316
Expiration Date: 05/31/2025

Purchased By: Erickson Herefords
Address: 10048 Highway 11, Birchdale, MN 56623

NENE,NWNE,NWSW,SENW,SWNE,SWNW of Section 22 - Township 159, Range 29W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	824.00	Cd	15.89	13,093.36	15.89	13,093.36
PAPER BIRCH	PULPWOOD	57.00	Cd	8.50	484.50	8.50	484.50
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$13,577.86	BID TOTAL = \$ 13,577.86
				ADVANCE PAYMENT =		\$2,036.68	

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

ANY LISTED SPECIES BIOMASS 490.00 Tons 0.65 318.50

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Balm of Gilead 10%; Trembling Aspen 90%.

Mixed Product Description:

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

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

24 miles from Baudette
91 miles from I'Falls

Sale location is about 6.2 miles northeast of the Hay Creek Road SE, accessible via pre-existing forest access trails.

Stand boundaries follow stagnant black spruce, areas of black spruce regeneration and open areas of lowland brush.

Price Adjustments:

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

Appraiser:

David P. Dragon

TRACT B4 COUNTY: LAKE OF THE WOODS AREA: BAUDETTE AREA ACRES: 80.2

Permit Number: B015317
Expiration Date: 05/31/2025

Purchased By: Rajala Timber Company
Address: PO Box 21731784 Great Lakes Road, Deer River, MN 56636

NESW,NWSW,SWNW,SWSW of Section 2; NESE,SENE of Section 3 - Township 159, Range 34W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 221	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	PULP & BOLTS	880.00	Cd	25.65	22,572.00	82.34	72,459.20
+ JACK PINE	PULP & BOLTS	625.00	Cd	8.55	5,343.75	27.45	17,156.25
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$27,915.75	BID TOTAL = \$ 89,615.45
				ADVANCE PAYMENT =		\$4,187.36	

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

ANY LISTED SPECIES BIOMASS 713.00 Tons 0.65 463.45

Mixed Product Description:

Jack Pine Pulp & Bolts includes: Bolts 15%; Pulpwood 85%.
Norway Pine Pulp & Bolts includes: Bolts 70%; Pulpwood 30%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Sale is located 12 miles south of Williams and 2 miles NW on the Nelson forest road.

Thinning area is a 2nd thin of Norway pine.

Good summer access chance.

Price Adjustments:

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

Appraiser:

Kevin G. Dorow

TRACT B5 COUNTY: KOOCHICHING AREA: BAUDETTE AREA ACRES: 14.0

Permit Number: B015318
Expiration Date: 05/31/2025

Purchased By: Big Bear Farms
Address: 1471 33 Ave SE, Baudette, MN 56623-2416

SWNE of Section 7 - Township 160, Range 29W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	537.00	Cd	22.76	12,222.12	22.76	12,222.12
BALSAM FIR	PULPWOOD	20.00	Cd	6.00	120.00	6.00	120.00
MIXED SPRUCE	PULP & BOLTS	7.00	Cd	13.20	92.40	13.20	92.40
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$12,434.52	BID TOTAL = \$	12,434.52
				ADVANCE PAYMENT =	\$1,865.18		

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

PAPER BIRCH	PULPWOOD	5.00	Cd	12.00	60.00
ANY LISTED SPECIES	BIOMASS	339.00	Tons	0.65	220.35

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Balm of Gilead 1%; Trembling Aspen 99%.
Mixed Spruce Pulp & Bolts includes: Black Spruce 50%; White Spruce 50%.

Mixed Product Description:

Aspen Species Pulp & Bolts includes: Bolts 50%; Pulpwood 50%.
Mixed Spruce Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.

Season of Operations:

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

Sale Conditions:

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

Marketing Conditions:

Sale is located next to the Border School Forest in Clementson.

Sale is approx. 1 mile south of Hwy 11 with good access.

Sale is summer chance with dry soil conditions.

Price Adjustments:

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

Appraiser:

David P. Dragon

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

BAUDETTE 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: May 18, 2022

- SUMMARY SHEET -

05/18/2022 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 05/18/2022

BAUDETTE AREA

SUMMARY FOR SOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	ASH	299.00	Cd	9.13	2,729.87
	ASPEN SPECIES	2,853.00	Cd	19.26	54,946.60
	NORWAY PINE	880.00	Cd	82.34	72,459.20
	JACK PINE	625.00	Cd	27.45	17,156.25
	MIXED SPRUCE	87.00	Cd	15.54	1,352.40
PULPWOOD	ASPEN SPECIES	730.00	Cd	16.10	11,753.00
	PAPER BIRCH (<i>optional</i>)	5.00	Cd	-	0.00
	PAPER BIRCH	57.00	Cd	8.50	484.50
	BALSAM FIR	161.00	Cd	5.34	860.25
BIOMASS	ANY LISTED SPECIES (<i>optional</i>)	2,773.00	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 5,697.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 100,042.37
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 161,742.07
TOTAL ACRES SOLD: 199.8
TOTAL NUMBER OF TRACTS SOLD: 5