



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 Tuesday, June 7, 2022. All tracts were awarded at the Bid Award Location at Cambridge Area Office at 10:00 AM on 06/08/2022 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 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

**SEALED BIDS MUST BE RECEIVED PRIOR TO
2:00 PM on June 7, 2022**

Bids will be awarded at the following location:

Bid Award Location at Cambridge Area Office at 10:00 AM on 06/08/2022 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 June 7, 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 June 7, 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: PINE

AREA: SANDSTONE AREA

ACRES: 59.8

Permit Number: X018559
Expiration Date: 05/31/2025

Purchased By:
Address:

UNSOLD

NWSE,SESE,SESW,SWSE of Section 4; NENE,NESE,NWNE,NWSE,SENE,SWNE of Section 9 - Township 43, Range 17W.

| SPECIES | PRODUCT | VOLUME | UNIT | APPRAISED | | BID: | |
|-----------------|----------|----------|------|------------|-----------|------------|-----------|
| | | | | UNIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE |
| + ASPEN SPECIES | PULPWOOD | 1,825.00 | Cd | 14.40 | 26,280.00 | 14.40 | 26,280.00 |
| MAPLE SPECIES | PULPWOOD | 110.00 | Cd | 8.10 | 891.00 | 8.10 | 891.00 |
| PAPER BIRCH | PULPWOOD | 50.00 | Cd | 8.10 | 405.00 | 8.10 | 405.00 |
| ASH | PULPWOOD | 15.00 | Cd | 4.50 | 67.50 | 4.50 | 67.50 |

+ BID SPECIES * SOLD ON APPRAISED VOLUME

| | | | |
|-------------------|-------------|----------------|-----------|
| APPRAISED TOTAL = | \$27,643.50 | BID TOTAL = \$ | 27,643.50 |
| ADVANCE PAYMENT = | \$4,146.53 | | |

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

| | | | | | |
|--------------------|---------|--------|------|------|--------|
| ANY LISTED SPECIES | BIOMASS | 950.00 | Tons | 0.65 | 617.50 |
|--------------------|---------|--------|------|------|--------|

Mixed Species Description:

Aspen Species Pulpwood includes: Largetooth Aspen 10%; Trembling Aspen 90%.
Maple Species Pulpwood includes: Red Maple 80%; Sugar Maple 20%.

Season of Operations:

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

Sale Conditions:

- Access is across state or private land.

Marketing Conditions:

Access is 2 miles up Creekview Rd off of the Rutabaga Road. Access can also be obtained, with permission, from the south through private land.

Price Adjustments:

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

Appraiser:

Vanessa Zachman

TRACT X2

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 19.7

Permit Number: X018560
Expiration Date: 05/31/2025

Purchased By:
Address:

UNSOLD

SESE of Section 33 - Township 44, Range 17W.
NWSE,SWNE of Section 34 - Township 44, Range 17W.

| SPECIES | PRODUCT | VOLUME | UNIT | APPRAISED | | BID: _____ | |
|---|----------|--------|------|-------------------|----------|------------|-------------------------|
| | | | | UNIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE |
| + ASPEN SPECIES | PULPWOOD | 245.00 | Cd | 15.18 | 3,719.10 | 15.18 | 3,719.10 |
| + ASH | PULPWOOD | 70.00 | Cd | 4.75 | 332.50 | 4.75 | 332.50 |
| RED MAPLE | PULPWOOD | 15.00 | Cd | 8.55 | 128.25 | 8.55 | 128.25 |
| + BID SPECIES * SOLD ON APPRAISED VOLUME | | | | APPRAISED TOTAL = | | \$4,179.85 | BID TOTAL = \$ 4,179.85 |
| | | | | ADVANCE PAYMENT = | | \$626.98 | |

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

ANY LISTED SPECIES BIOMASS 120.00 Tons 0.65 78.00

Mixed Species Description:

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

Season of Operations:

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

Sale Conditions:

- Permission to cross private land must be obtained by permittee (Cutting Blocks 1 and 2).

Marketing Conditions:

If using a township road to access the permit, permittee must contact the appropriate township authorities prior to use.

Access is down the Lower Tamarack Road. Snowmobile trail access to block 2. Private access to block 1.

Price Adjustments:

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

Appraiser:

David Tyler

TRACT X3

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 26.3

Permit Number: X018561

Expiration Date: 05/31/2025

Purchased By: CTP Chipping Inc.

Address: 53778 Fir Lane, Sandstone, MN 55072

SENE,SWNE of Section 11 - Township 44, Range 17W.

| SPECIES | PRODUCT | VOLUME | UNIT | APPRAISED | | BID %: 125 | |
|-----------------|-------------|--------|------|------------|----------|------------|-----------|
| | | | | UNIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE |
| + ASPEN SPECIES | PULPWOOD | 620.00 | Cd | 16.00 | 9,920.00 | 36.00 | 22,320.00 |
| + WHITE SPRUCE | PULPWOOD | 105.00 | Cd | 7.00 | 735.00 | 15.75 | 1,653.75 |
| | PAPER BIRCH | 30.00 | Cd | 9.00 | 270.00 | 9.00 | 270.00 |
| | BALSAM FIR | 15.00 | Cd | 4.00 | 60.00 | 4.00 | 60.00 |
| | RED MAPLE | 5.00 | Cd | 9.00 | 45.00 | 9.00 | 45.00 |
| | TAMARACK | 5.00 | Cd | 6.00 | 30.00 | 6.00 | 30.00 |

+ BID SPECIES

* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$11,060.00

BID TOTAL = \$ 24,378.75

ADVANCE PAYMENT = \$1,659.00

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

ANY LISTED SPECIES BIOMASS 375.00 Tons 0.65 243.75

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 1%; Largetooth Aspen 11%; Trembling Aspen 88%.

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 dry/frozen soil conditions only, except with written permission from State.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Sale is located 3/4 of a mile north of the Park Forest Road along the Spruce trail in the Nemadji State Forest. The stand is primarily a white spruce plantation that was overtopped with aspen. The stand is mainly upland ground. If using a township road to access the permit, the permittee must contact the appropriate township authorities prior to use.

Price Adjustments:

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

Appraiser:

Michael Ryan Kobberdahl

TRACT X4

COUNTY: WINONA

AREA: LEWISTON AREA

ACRES: 6.1

Permit Number: X018562
Expiration Date: 07/15/2025

Purchased By:
Address:

UNSOLD

NESW,SESW of Section 27 - Township 105, Range 9W.

| SPECIES | PRODUCT | VOLUME | UNIT | APPRAISED | | BID: _____ | |
|---------------------|--------------|--------|------|------------|----------|------------|----------|
| | | | | UNIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE |
| +* OAK SPECIES | PULP & BOLTS | 88.94 | Cd | 19.28 | 1,714.76 | 19.28 | 1,714.76 |
| * MIXED HARDWOODS | PULP & BOLTS | 16.06 | Cd | 12.22 | 196.25 | 12.22 | 196.25 |
| * BASSWOOD | PULP & BOLTS | 8.65 | Cd | 10.36 | 89.61 | 10.36 | 89.61 |
| * AMERICAN ELM | PULP & BOLTS | 4.94 | Cd | 10.60 | 52.36 | 10.60 | 52.36 |
| * EASTERN RED CEDAR | PULP & BOLTS | 4.94 | Cd | 9.20 | 45.45 | 9.20 | 45.45 |

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$2,098.43 BID TOTAL = \$ 2,098.43
ADVANCE PAYMENT = \$314.76

Mixed Species Description:

Mixed Hardwoods Pulp & Bolts includes: Ash 14%; Black Cherry 5%; Hackberry 18%; Ironwood 29%; Paper Birch 5%; Sugar Maple 29%.
Oak Species Pulp & Bolts includes: Red Oak 4%; White Oak 96%.

Mixed Product Description:

American Elm Pulp & Bolts includes: Bolts 45%; Pulpwood 55%.
Basswood Pulp & Bolts includes: Bolts 48%; Pulpwood 52%.
Eastern Red Cedar Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.
Mixed Hardwoods Pulp & Bolts includes: Bolts 52%; Pulpwood 48%.
Oak Species Pulp & Bolts includes: Bolts 48%; Pulpwood 52%.

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:

This is a Sold On Appraised Volume sale (SOAV). State law requires DNR appraisers to meet accuracy standards set by the Commissioner. To ensure these are being met, the Timber Sale Administrator (TSA) has the option to scale any or all of the wood products from this permit before they are removed from the permit landing, or require the completion of the DNR Report of Timber Cut and Removed, or request copies of any mill tally or load receipts.

Price Adjustments:

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

Appraiser:

Daniel Kutschied

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: June 7, 2022

- SUMMARY SHEET -

06/07/2022 INTERMEDIATE AUCTION - SALE #2

COMPLETED - DATA AS OF 06/24/2022

LITTLE FALLS AREA, SANDSTONE AREA, LEWISTON AREA

SUMMARY FOR SOLD TRACTS

| PRODUCT | SPECIES | TOTAL VOLUME | UNIT | SOLD AVERAGE UNIT PRICE | TOTAL SOLD \$ VALUE |
|----------|-------------------------------|--------------|------|-------------------------|---------------------|
| PULPWOOD | ASPEN SPECIES | 620.00 | Cd | 36.00 | 22,320.00 |
| | PAPER BIRCH | 30.00 | Cd | 9.00 | 270.00 |
| | RED MAPLE | 5.00 | Cd | 9.00 | 45.00 |
| | WHITE SPRUCE | 105.00 | Cd | 15.75 | 1,653.75 |
| | BALSAM FIR | 15.00 | Cd | 4.00 | 60.00 |
| | TAMARACK | 5.00 | Cd | 6.00 | 30.00 |
| BIOMASS | ANY LISTED SPECIES (optional) | 375.00 | Tons | - | 0.00 |

TOTAL SOLD TRACTS CONVERTED TO CORDS: 780.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 11,060.00
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 24,378.75
TOTAL ACRES SOLD: 26.3
SOLD TRACT NUMBER: 3
TOTAL NUMBER OF TRACTS SOLD: 1

SUMMARY FOR UNSOLD TRACTS

| PRODUCT | SPECIES | TOTAL VOLUME | UNIT | APPRAISED AVERAGE UNIT PRICE | APPRAISED \$ VALUE |
|--------------|-------------------------------|--------------|------|------------------------------|--------------------|
| PULP & BOLTS | AMERICAN ELM | 4.94 | Cd | 10.60 | 52.36 |
| | BASSWOOD | 8.65 | Cd | 10.36 | 89.61 |
| | OAK SPECIES | 88.94 | Cd | 19.28 | 1,714.76 |
| | EASTERN RED CEDAR | 4.94 | Cd | 9.20 | 45.45 |
| | MIXED HARDWOODS | 16.06 | Cd | 12.22 | 196.25 |
| PULPWOOD | ASH | 85.00 | Cd | 4.71 | 400.00 |
| | ASPEN SPECIES | 2,070.00 | Cd | 14.49 | 29,999.10 |
| | PAPER BIRCH | 50.00 | Cd | 8.10 | 405.00 |
| | MAPLE SPECIES | 110.00 | Cd | 8.10 | 891.00 |
| | RED MAPLE | 15.00 | Cd | 8.55 | 128.25 |
| BIOMASS | ANY LISTED SPECIES (optional) | 1,070.00 | Tons | 0.65 | 695.50 |

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 2,453.53
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 33,921.78
TOTAL ACRES UNSOLD: 85.6
UNSOLD TRACT NUMBERS: 1, 2, 4
TOTAL NUMBER OF TRACTS UNSOLD: 3