

# MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

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

# STATUS: FINAL REGULAR AUCTION - SALE #1 SEALED BID

Notice is hereby given that I will offer for sale by sealed bid auction, timber belonging to the State of Minnesota. Bid forms must be received at the address listed on the bid form prior to 2:30 PM on Tuesday, July 5, 2022. All tracts will be awarded beginning at the Awarding at Park Rapids Forestry Area Office on 7/5/22 at 3:30 PM in Park Rapids, MN.

None of the timber offered is SFI or FSC certified.

The following pages list the lands upon which the timber is located, the estimated quantities of timber that will be offered, and the appraised prices.



# MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

REGULAR AUCTION SEALED BID TIMBER SALE PARK RAPIDS AREA

# SEALED BIDS MUST BE RECEIVED PRIOR TO 2:30 PM on July 5, 2022 Bids will be awarded at the following location: Awarding at Park Rapids Forestry Area Office on 7/5/22 at 3:30 PM in Park Rapids, 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 (2:30 PM on July 5, 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 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)].

#### **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'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 July 5, 2023, at the following Area Headquarters: Park Rapids Area.

TRACT B1 COUNTY: WADENA AREA: PARK RAPIDS AREA ACRES: 16.2

Permit Number: B015460 Expiration Date: 05/31/2023

Purchased By:

GL01,GL02,NWNE of Section 15 - Township 134, Range 33W.

5	SPECIES	PRODUCT	VOLUME	<u>UNIT</u>	UNIT PRICE	\$ VALUE	BID: UNIT PRICE	\$ VALUE
+	NORWAY PINE	PULP & BOLTS	350.00	Cd	16.20	5,670.00		
+	WHITE PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	20.00	Cd	25.50	510.00		
	OAK SPECIES	PULPWOOD	10.00	Cd	8.40	84.00		
	TREMBLING ASPEN	PULPWOOD	1.00	Cd	11.40	11.40		
+ BID SPECIES * SOLD		ON APPRAISED VOLUME	APPRAISED TOTAL = ADVANCE PAYMENT =			\$6,275.40 \$941.31		

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

ANY LISTED SPECIES BIOMASS 80.00 Tons 0.65 52.00

## **Mixed Species Description:**

Oak Species Pulpwood includes: Bur Oak 50%; Red Oak 50%.

# **Mixed Product Description:**

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

White Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 25%; Pulpwood 25%; Sawtimber (Softwood Only) 50%.

# **Cutting and Felling:**

- Harvest all Norway pine. Harvest all damaged bur oak, red oak, white pine and trembling aspen.

#### **Season of Operations:**

- Operate during non-rutting soil conditions. Refer to DNR rutting guidelines.

# **Sale Conditions:**

- Access is across Wadena County land.
- The sale will expire 05/31/2023 due to being a salvage sale.

#### **Marketing Conditions:**

This sale is located in the 6 miles north of Staples in the Old Wadena County Campground. This stand was blown down on May 30, 2022. Most of the trees in this sale are on the ground. The damaged trees are a mix of uprooted and snapped off trees.

# **Price Adjustments:**

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

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: -50% (Salvage)

#### **Certification Note:**

The timber on this tract is from non-certified land.

#### Appraiser:

Alex L. Wirth

#### 07/05/2022 REGULAR AUCTION - SALE #1

TRACT B2 COUNTY: WADENA AREA: PARK RAPIDS AREA ACRES: 26.0

Permit Number: B015461 Expiration Date: 05/31/2023

Purchased By:

GL03, GL04 of Section 35 - Township 135, Range 33W.

angoiga		PROPUST	VOLUME UNIT		APPRAISED UNIT		BID:		
3	PECIES	PRODUCT	VOLUME	UNII	PRICE	\$ VALUE	PRICE	\$ VALUE	
+	NORWAY PINE	PULP & BOLTS	100.00	Cd	13.50	1,350.00			
	TREMBLING ASPEN	PULPWOOD	5.00	Cd	9.50	47.50			
	OAK SPECIES	PULPWOOD	2.00	Cd	7.00	14.00			
+ BID SPECIES * SOLD ON APPRAISED VOLUME		ON APPRAISED VOLUME	APPRAISED TOTAL =			\$1,411.50			
			ADVANCE PAYMENT =			\$211.73			
Optional Timber (may be purchased with an Added Timber Agreement):									
	ANY LISTED SPECIES	BIOMASS	25.00	Tons	0.65	16.25			

## **Mixed Species Description:**

Oak Species Pulpwood includes: Bur Oak 50%; Red Oak 50%.

# **Mixed Product Description:**

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

# **Cutting and Felling:**

- Harvest all damaged Norway pine, trembling aspen, bur oak and red oak.
- Reserve all undamaged Norway pine, trembling aspen, bur oak and red oak.

#### **Season of Operations:**

- Operate during non-rutting soil conditions. Refer to DNR rutting guidelines.

#### **Sale Conditions:**

- Access is across Wadena County land.
- The sale will expire 05/31/2023 due to being a salvage sale.

#### **Marketing Conditions:**

This sale is located 10 miles north of Staples in the Bullard's Bluff County Campground. It is in a red pine plantation that had wind damage from the storm on May 30, 2022. The damaged trees are scattered throughout the stand and only the damaged trees are to be removed. The damaged trees are a mixture of uprooted, leaning, and broken-off trees

# **Price Adjustments:**

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

Stand Density: -10%

Operational Constraints: 0% Other Price Factor: -50% (Salvage)

# **Certification Note:**

The timber on this tract is from non-certified land.

# Appraiser:

Alex L. Wirth

(Appraisal ID 17947-0; Cutting Block ID 20841-0)

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

PARK RAPIDS 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 24, 2022

# **PARK RAPIDS AREA**

SUMMARY FOR <u>ALL</u> TRACTS  APPRAISED									
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	AVERAGE UNIT PRICE	APPRAISED \$ VALUE				
PULP & BOLTS	NORWAY PINE	450.00	Cd	15.60	7,020.00				
PULPWOOD	TREMBLING ASPEN	6.00	Cd	9.82	58.90				
	OAK SPECIES	12.00	Cd	8.17	98.00				
BIOMASS	ANY LISTED SPECIES (optional)	105.00	Tons	0.65	68.25				
WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	WHITE PINE	20.00	Cd	25.50	510.00				

TOTAL SALE CONVERTED TO CORDS: 488.00
TOTAL APPRAISED DOLLAR VALUE OF SALE: \$7,686.90

TOTAL BID-UP DOLLAR VALUE OF SALE: - TOTAL ACRES: 42.2

**TOTAL NUMBER OF TRACTS: 2**