

# MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

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

# STATUS: COMPLETED REGULAR AUCTION - SALE #3 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, December 6, 2022. All tracts were awarded at the Bid Award Location at Lewiston Area Office on 12/7/2022 at 10:00 a.m. in Lewiston, 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

REGULAR AUCTION
SEALED BID TIMBER SALE
LEWISTON AREA

# SEALED BIDS MUST BE RECEIVED PRIOR TO 2:00 PM on December 6, 2022 Bids will be awarded at the following location: Bid Award Location at Lewiston Area Office on 12/7/2022 at 10:00 a.m. in Lewiston, 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 December 6, 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 December 6, 2023, at the following Area Headquarters: Lewiston Area.

TRACT B1 COUNTY: HOUSTON AREA: LEWISTON AREA ACRES: 57.2

Permit Number: B015515 Expiration Date: 07/15/2025

Purchased By:
Address:

NENE, NESE, NESW, NWNE, NWSE, SENE, SESW, SWNE, SWSE of Section 26 - Township 102, Range 4W.

s	PECIES	PRODUCT	VOLUME	UNIT	APPR UNIT PRICE	\$ VALUE	BID: UNIT PRICE	\$ VALUE	
+	WHITE PINE	WOODSRUN MIXED PRODUCTS	610.00	Cd	4.74	2,891.40	4.74	2,891.40	
	WHITE SPRUCE	PULPWOOD	5.00	Cd	2.40	12.00	2.40	12.00	
+	BID SPECIES * SOLD	ON APPRAISED VOLUME			SED TOTAL =	\$2,903.40 \$435.51	BID TOTA	AL = \$ 2,903.40	
Optional Timber (may be purchased with an Added Timber Agreement):									
	ASH	FUELWOOD	10.00	Cd	1.75	17.50			

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

White Pine Woodsrun Mixed Products includes: Bolts 50%; Pulpwood 30%; Sawlog-Grade 3 20%.

## **Season of Operations:**

- Conduct sale operations on summer/dry or 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.

#### **Marketing Conditions:**

Sale involves multiple white pine stands near our lower Reno campground. There is some slope involved with some of the stands. All stands were previously thinned in the early 2000's with cut to length equipment.

Landing space may be limited in certain areas. Campground may be used to deck wood during the winter months. Campground is popular during the rest of the year.

Price reduced 15% due to haul distance to nearest mill.

Ash is heavily infested with emerald ash borer and will most likely be dead within a year or two.

# **Price Adjustments:**

Road Construction Costs: 0% Haul Distance to Nearest Mill: -15%

Stand Density: 0%

Operational Constraints: -10%

Other Price Factor: -15% (Poor local markets)

#### Appraiser:

Jason C. Bland

(Appraisal ID 13724-0; Cutting Block ID 15950-0)

TRACT B2 COUNTY: FILLMORE AREA: LEWISTON AREA ACRES: 39.5

Permit Number: B015516 Expiration Date: 07/15/2025

Purchased By:
Address:

NENE,SENE of Section 19; NWSW,SWSW of Section 17 - Township 102, Range 8W.

NENE of Section 26 - Township 102, Range 9W.

					APPR	AISED	BID:	
5	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	WHITE PINE	WOODSRUN MIXED PRODUCTS	437.00	Cd	6.70	2,927.90	6.70	2,927.90
+	NORWAY PINE	PULP & BOLTS	226.00	Cd	4.21	951.46	4.21	951.46
	WHITE SPRUCE	PULP & BOLTS	20.00	Cd	2.70	54.00	2.70	54.00
	WHITE CEDAR	PULPWOOD	13.00	Cd	3.30	42.90	3.30	42.90
	SCOTCH PINE	PULPWOOD	7.00	Cd	1.65	11.55	1.65	11.55
+	- BID SPECIES	* SOLD ON APPRAISED VOLUME			SED TOTAL = : PAYMENT =	\$3,987.81 \$598.17	BID TOTA	L = \$ 3,987.81

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

Norway Pine Pulp & Bolts includes: Bolts 31%; Pulpwood 69%.

White Pine Woodsrun Mixed Products includes: Bolts 27%; Pulpwood 48%; Sawtimber (Softwood Only) 25%.

White Spruce Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

# **Season of Operations:**

- Conduct sale operations on summer/dry or frozen soil conditions only, except with written permission from State (Cutting Blocks 1 and 2).
- No sale operations allowed during firearms / muzzleloader deer seasons (Cutting Block 1).

# **Sale Conditions:**

- Access is across state land (Cutting Block 1).
- Access is across state and private land (Cutting Block 2).
- Permission to cross private land must be obtained by permittee (Cutting Block 2).

#### **Marketing Conditions:**

Price reduced 45% for haul distance and reoffer.

## **Price Adjustments:**

Road Construction Costs: 0% Haul Distance to Nearest Mill: -15%

Stand Density: 0%

Operational Constraints: 0%

Other Price Factor: -30% (Second reoffer)

# Appraiser:

Alexander W. Gehrig

(Appraisal ID 16442-0; Cutting Block ID 19126-0, 19131-0)

TRACT B3 COUNTY: FILLMORE AREA: LEWISTON AREA ACRES: 51.7

Permit Number: B015517 Expiration Date: 07/15/2025

Purchased By:
Address:

NESW,NWNW,NWSE,NWSW,SWNE,SWNW,SWSE of Section 2; NENE,SENE of Section 3 - Township 103,

Range 10W.

NENE, NWNE of Section 20 - Township 103, Range 10W.

	SPECIES	PRODUCT	VOLUME	<u>UNIT</u>	APPR UNIT PRICE	\$ VALUE	BID: UNIT PRICE	\$ VALUE
+	WHITE PINE	PULP & BOLTS	383.40	Cd	2.85	1,092.69	2.85	1,092.69
+	NORWAY PINE	PULPWOOD	82.20	Cd	1.65	135.63	1.65	135.63
+	LARGETOOTH ASPEN	PULP & BOLTS	30.00	Cd	4.95	148.50	4.95	148.50
	SCOTCH PINE	PULPWOOD	18.00	Cd	1.65	29.70	1.65	29.70
	WHITE SPRUCE	PULPWOOD	8.10	Cd	1.80	14.58	1.80	14.58
-	+ BID SPECIES * SOLD	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$1,421.10 \$213.17	BID TOTA	L = \$ 1,421.10

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

Largetooth Aspen Pulp & Bolts includes: Bolts 20%; Pulpwood 80%. White Pine Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

# **Season of Operations:**

- Conduct sale operations on summer / dry or frozen soil conditions only, except with written permission from State (Cutting Blocks 1 and 2).
- Operate during non-rutting soil conditions. Refer to DNR rutting guidelines (Cutting Blocks 1 and 2).

# Landings, Roads, and Trails:

- Haul roads will be restored to pre-sale conditions (Cutting Blocks 1 and 2).

#### **Sale Conditions:**

- Access is across state land (Cutting Block 1).
- Access is across state and/or private land (Cutting Block 2).
- Permission to cross private land must be obtained by permittee (Cutting Block 2).

# **Marketing Conditions:**

Price reduced by 65% for haul distance, distance between harvest areas and reoffer.

#### **Price Adjustments:**

Road Construction Costs: 0% Haul Distance to Nearest Mill: -15%

Stand Density: 0%

Operational Constraints: 0%

Other Price Factor: -40% (Distance between harvest areas and second reoffer)

# Appraiser:

Alexander W. Gehrig

(Appraisal ID 16912-0; Cutting Block ID 15962-0, 17116-0)

TRACT B4 COUNTY: WINONA AREA: LEWISTON AREA ACRES: 66.1

Permit Number: B015518 Expiration Date: 07/15/2025

Purchased By:
Address:

NESE,NWSE,SWNE,SWSE of Section 12 - Township 106, Range 6W. SESW,SWSE of Section 30; NENW of Section 31 - Township 105, Range 5W.

					APPR	AISED .	BID:	
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+	NORWAY PINE	PULP & BOLTS	250.00	Cd	2.43	607.50	2.43	607.50
+	WHITE PINE	PULP & BOLTS	227.50	Cd	2.96	673.40	2.96	673.40
	CENTRAL HARDWOODS	PULPWOOD	13.00	Cd	5.41	70.33	5.41	70.33
	+ BID SPECIES	* SOLD ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$1,351.23 \$202.68	BID TOTA	AL = \$ 1,351.23

# **Mixed Species Description:**

Central Hardwoods Pulpwood includes: American Elm 58%; Black Cherry 11%; Boxelder 6%; Largetooth Aspen 25%.

## **Mixed Product Description:**

Norway Pine Pulp & Bolts includes: Bolts 2%; Pulpwood 98%. White Pine Pulp & Bolts includes: Bolts 9%; Pulpwood 91%.

#### **Sale Conditions:**

- Access is across State land. For easier hauling of forest products, the buyer may explore access across private land (Cutting Block 1).
- Access is across state land (Cutting Block 2).
- Permission to cross private land must be obtained by permittee (Cutting Block 1).
- The sale will expire July 15th, 2025 due to silvicultural reasons (Cutting Blocks 1 and 2).

# **Marketing Conditions:**

Reoffered wood. Price reduced 15%

#### **Price Adjustments:**

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

Stand Density: 0%

Operational Constraints: 0%

Other Price Factor: -15% (reoffered wood)

#### Appraiser:

Kevin M. O'Brien

(Appraisal ID 16740-0; Cutting Block ID 19633-0, 16130-0)

TRACT B5 COUNTY: WABASHA AREA: LEWISTON AREA ACRES: 33.4

Permit Number: B015519 Expiration Date: 07/15/2025

Purchased By:
Address:

NWSW,SWSW of Section 18 - Township 109, Range 11W.

NESE, NESW, NWSE, SWSE of Section 13 - Township 109, Range 12W.

		APPRAISED				BID:		
_	PECIES	PRODUCT	VOLUME	UNIT	UNIT	\$ VALUE	UNIT PRICE	\$ VALUE
_	PECIES	- FRODUCT	VOLUME	OINIT	- <del></del> -	→ VALUE	FRICE .	T VALUE
+	MIXED CONIFERS	WOODSRUN MIXED PRODUCTS	266.00	Cd	9.24	2,457.84	9.24	2,457.84
+	ASPEN SPECIES	PULP & BOLTS	95.00	Cd	8.03	762.85	8.03	762.85
+	MIXED HARDWOODS	PULPWOOD	59.00	Cd	6.41	378.19	6.41	378.19
+	BID SPECIES * SOLD	ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$3,598.88 \$539.83	BID TOTA	AL = \$ 3,598.88

# **Mixed Species Description:**

Aspen Species Pulp & Bolts includes: Cottonwood 1%; Largetooth Aspen 41%; Trembling Aspen 58%. Mixed Conifers Woodsrun Mixed Products includes: Norway Pine 29%; White Pine 70%; White Spruce 1%. Mixed Hardwoods Pulpwood includes: American Elm 9%; Basswood 3%; Boxelder 8%; Paper Birch 80%.

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

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

Mixed Conifers Woodsrun Mixed Products includes: Bolts 25%; Pulpwood 48%; Sawtimber (Softwood Only) 27%.

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

- Damaged reserve trees will be charged according to the liquidated damages schedule. Damage is defined as 10% of stem circumference and greater than 30% of live crown.

# **Season of Operations:**

- Conduct sale operations on summer/dry or frozen soil conditions only, except with written permission from State.
- The Timber Sale Administrator (TSA) can allow or stop permit operations to minimize rutting, root damage, bark slippage, beetle infestations or wildfire risk. If excessive damage is occurring, the TSA will stop operations until site conditions improve. For pine thinning operations the following restrictions apply to cut pine greater than 3 inch diameter: December 1 to May 31: Pine cut in this period must be hauled or destroyed by June 1. June 1 to August 31: Pine cut in this period must be hauled or destroyed within 3 weeks. September 1 to November 30: No special restrictions for pine cut in this period.
- Oak wilt is within 20 miles and poses a threat. No sale operations allowed from April 1 July 15 in harvest area where oak may be damaged due to oak wilt concerns, unless with written permission from State.

#### Landings, Roads, and Trails:

- Haul roads will be restored to pre-sale conditions.
- A minimum of four inches of snow must be left on the recreation trail from Dec. 1 March 31.

#### **Sale Conditions:**

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

#### **Marketing Conditions:**

Sale will be consumer scaled or state scaled on the landing.

#### **Price Adjustments:**

Road Construction Costs: 0% Haul Distance to Nearest Mill: -15%

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: -15% (Reoffer)

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Mark A. Miller

(Appraisal ID 18246-0; Cutting Block ID 21152-0)

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

**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: December 6, 2022

## **LEWISTON AREA**

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
PULP & BOLTS	ASPEN SPECIES	95.00	Cd	8.03	762.85
	LARGETOOTH ASPEN	30.00	Cd	4.95	148.50
	WHITE PINE	610.90	Cd	2.89	1,766.09
	NORWAY PINE	476.00	Cd	3.28	1,558.96
	WHITE SPRUCE	20.00	Cd	2.70	54.00
WOODSRUN MIXED	WHITE PINE	1,047.00	Cd	5.56	5,819.30
PRODUCTS	MIXED CONIFERS	266.00	Cd	9.24	2,457.84
PULPWOOD	CENTRAL HARDWOODS	13.00	Cd	5.41	70.33
	NORWAY PINE	82.20	Cd	1.65	135.63
	SCOTCH PINE	25.00	Cd	1.65	41.25
	WHITE SPRUCE	13.10	Cd	2.03	26.58
	WHITE CEDAR	13.00	Cd	3.30	42.90
	MIXED HARDWOODS	59.00	Cd	6.41	378.19
FUELWOOD	ASH (optional)	10.00	Cd	1.75	17.50

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 2,760.20
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 13,262.42
TOTAL ACRES UNSOLD: 247.9

**TOTAL NUMBER OF TRACTS UNSOLD:** 5