



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY

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

STATUS: COMPLETED
REGULAR AUCTION - SALE #1
ORAL BID

Notice is hereby given that I offered for sale at public auction in Park Rapids, MN at 2:00 PM on Tuesday, May 9, 2023, timber belonging to the State of Minnesota. All tracts were offered at the Environmental Ed Building in Park Rapids, 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
PARK RAPIDS AREA

2:00 PM on May 9, 2023
Environmental Ed Building 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. 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 9, 2024, at the following Area Headquarters: Park Rapids Area.

| | | | |
|-----------------|----------------|------------------------|-------------|
| TRACT B1 | COUNTY: WADENA | AREA: PARK RAPIDS AREA | ACRES: 11.3 |
|-----------------|----------------|------------------------|-------------|

Permit Number: B015619
 Expiration Date: 05/31/2026

Purchased By: A & C Lumber Inc.
Address: 19175 Co Rd 18, Park Rapids, MN 56470

NESE,SESE of Section 18 - Township 138, Range 33W.

| SPECIES | PRODUCT | VOLUME | UNIT | APPRAISED | | BID %: 136 | |
|---|-------------------------|--------|------|-------------------|-------------|----------------|-----------|
| | | | | UNIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE |
| + NORWAY PINE | WOODSRUN MIXED PRODUCTS | 685.00 | Cd | 42.66 | 29,222.10 | 100.68 | 68,965.80 |
| + BID SPECIES * SOLD ON APPRAISED VOLUME | | | | APPRAISED TOTAL = | \$29,222.10 | BID TOTAL = \$ | 68,965.80 |
| | | | | ADVANCE PAYMENT = | \$4,383.32 | | |

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

| | | | | |
|--------------------|---------|-------------|------|-------|
| ANY LISTED SPECIES | BIOMASS | 142.00 Tons | 0.65 | 92.30 |
|--------------------|---------|-------------|------|-------|

Mixed Product Description:

Norway Pine Woodsrun Mixed Products includes: Bolts 75%; Pulpwood 10%; Sawtimber (Softwood Only) 15%.

Cutting and Felling:

- Harvest Norway pine.

Season of Operations:

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

Slash Disposal:

- Tightly pile slash on landings as designated by TSA. Piles should be free of dirt, stumps, root wads, and prohibited materials. Piles should be placed a minimum of 100 feet away from standing timber.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

This sale is located one half mile south of Huntersville at the intersection of township roads 229th Ave and 374th street. Sale is 71 year old final harvest Norway pine.

Price Adjustments:

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

Appraiser:

Brian Hoffmann

TRACT B2 COUNTY: WADENA AREA: PARK RAPIDS AREA ACRES: 27.0

Permit Number: B015620
Expiration Date: 05/31/2026

Purchased By: Edin Logging Inc.
Address: 17791 Wilderness Drive, Staples, MN 56479

NESW,SESW of Section 13 - Township 138, Range 34W.

| SPECIES | PRODUCT | VOLUME | UNIT | APPRAISED | | BID %: 56 | |
|--|------------------------------------|--------|------|-------------------|-------------|----------------|-----------|
| | | | | UNIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE |
| + NORWAY PINE | WOODSRUN SAWTIMBER (SOFTWOOD ONLY) | 655.00 | Cd | 60.95 | 39,922.25 | 95.08 | 62,277.40 |
| TREMBLING ASPEN | PULP & BOLTS | 70.00 | Cd | 21.85 | 1,529.50 | 21.85 | 1,529.50 |
| WHITE PINE | WOODSRUN SAWTIMBER (SOFTWOOD ONLY) | 30.00 | Cd | 48.88 | 1,466.40 | 48.88 | 1,466.40 |
| WHITE SPRUCE | WOODSRUN MIXED PRODUCTS | 30.00 | Cd | 32.20 | 966.00 | 32.20 | 966.00 |
| JACK PINE | PULP & BOLTS | 5.00 | Cd | 23.00 | 115.00 | 23.00 | 115.00 |
| + BID SPECIES * SOLD ON APPRAISED VOLUME | | | | APPRAISED TOTAL = | \$43,999.15 | BID TOTAL = \$ | 66,354.30 |
| | | | | ADVANCE PAYMENT = | \$6,599.87 | | |

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

ANY LISTED SPECIES BIOMASS 180.00 Tons 0.65 117.00

Mixed Product Description:

- Jack Pine Pulp & Bolts includes: Bolts 70%; Pulpwood 30%.
- Norway Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 40%; Pulpwood 10%; Sawtimber (Softwood Only) 50%.
- Trembling Aspen Pulp & Bolts includes: Bolts 15%; Pulpwood 85%.
- White Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 30%; Pulpwood 15%; Sawtimber (Softwood Only) 55%.
- White Spruce Woodsrun Mixed Products includes: Bolts 45%; Pulpwood 15%; Sawtimber (Softwood Only) 40%.

Cutting and Felling:

- Harvest trembling aspen, white spruce, yellow marked jack pine, yellow marked white pine and unmarked Norway pine greater than 8" DBH.

Season of Operations:

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

Slash Disposal:

- Lop and scatter slash in harvest area 2 and 3. Tightly pile slash on landings as designated by TSA in harvest area 1. Piles should be free of dirt, stumps, root wads, and prohibited materials. Piles should be placed a minimum of 100 feet away from standing timber.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Sale is located 1.50 miles north of the Huntersville Forest Road (Crow Wing For. Rd.) on MMFR 0274. Norway, aspen, and white pine are 70 years old. Norway pine on this sale is final harvest.

Price Adjustments:

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

Appraiser:

Brian Hoffmann

(Appraisal ID 18114-0; Cutting Block ID 20976-0)

TRACT B3

COUNTY: HUBBARD

AREA: PARK RAPIDS AREA

ACRES: 47.6

Permit Number: B015621

Expiration Date: 05/31/2026

Purchased By: Hooker Logging Inc.

Address: 40109 County Road 3, LaPorte, MN 56461

NWNW,NWSW,SWNW of Section 11; NENE,NESE,SENE of Section 10 - Township 142, Range 32W.

| SPECIES | PRODUCT | VOLUME | UNIT | APPRAISED | | BID %: 98 | |
|-------------------|---------------------------|--------|------|------------|-----------|------------|-----------|
| | | | | UNIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE |
| WHITE PINE | SAWTIMBER (SOFTWOOD ONLY) | 17.50 | MBF | 102.00 | 1,785.00 | 102.00 | 1,785.00 |
| NORWAY PINE | SAWTIMBER (SOFTWOOD ONLY) | 2.50 | MBF | 127.20 | 318.00 | 127.20 | 318.00 |
| + TREMBLING ASPEN | PULP & BOLTS | 910.00 | Cd | 22.80 | 20,748.00 | 45.14 | 41,077.40 |
| + RED OAK | PULP & BOLTS | 390.00 | Cd | 22.48 | 8,767.20 | 44.51 | 17,358.90 |
| + MIXED HARDWOODS | PULP & BOLTS | 270.00 | Cd | 13.68 | 3,693.60 | 27.09 | 7,314.30 |
| BASSWOOD | PULP & BOLTS | 130.00 | Cd | 11.76 | 1,528.80 | 11.76 | 1,528.80 |
| ASH | PULPWOOD | 30.00 | Cd | 7.20 | 216.00 | 7.20 | 216.00 |

+ BID SPECIES

* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$37,056.60

BID TOTAL = \$ 69,598.40

ADVANCE PAYMENT = \$5,558.49

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

| | | | | | |
|--------------------|---------|--------|------|------|--------|
| ANY LISTED SPECIES | BIOMASS | 900.00 | Tons | 0.65 | 585.00 |
|--------------------|---------|--------|------|------|--------|

Mixed Species Description:

Mixed Hardwoods Pulp & Bolts includes: Paper Birch 38%; Red Maple 62%.

Mixed Product Description:

Basswood Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

Mixed Hardwoods Pulp & Bolts includes: Bolts 14%; Pulpwood 86%.

Red Oak Pulp & Bolts includes: Bolts 43%; Pulpwood 57%.

Trembling Aspen Pulp & Bolts includes: Bolts 24%; Pulpwood 76%.

Season of Operations:

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

Slash Disposal:

- Keep motorcycle trails free of logging residue.

Sale Conditions:

- Access is across State land.

Marketing Conditions:

Sale is located in the Paul Bunyan State Forest and is an aspen/hardwoods clearcut, stands range from 55 to 77 years old. There is limited opportunity for haul road construction and landing may have to occur along roads and trails. Off-road motorcycle trails cross through sale. Up to .5 miles of trail may need improvement to access part of sale. Sale is rolling with a number of steep hills.

1.5 miles secondary, 42 miles primary road to Solway, MN.

Price Adjustments:

Road Construction Costs: +5%

Haul Distance to Nearest Mill: +5%

Stand Density: +10%

Operational Constraints: 0%

Other Price Factor: 0%

Appraiser:

Joseph Richard Kuhlmann

(Appraisal ID 17983-0; Cutting Block ID 20289-0)

TRACT B4 COUNTY: HUBBARD AREA: PARK RAPIDS AREA ACRES: 48.9

Permit Number: B015622
Expiration Date: 05/31/2026

Purchased By: Norbord Minnesota Inc.
Address: 4409 Northwood Rd NW, Solway, MN 56678

NESE of Section 26; NESW,NWSE,NWSW,SENW,SWNW of Section 25 - Township 142, Range 32W.

| SPECIES | PRODUCT | VOLUME | UNIT | APPRAISED | | BID %: 94 | |
|--|---------------------------------------|----------|------|-------------------|-------------|----------------|-----------|
| | | | | UNIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE |
| + NORWAY PINE | WOODSRUN SAWTIMBER (SOFTWOOD ONLY) | 80.00 | MBF | 127.20 | 10,176.00 | 246.77 | 19,741.60 |
| + ASPEN SPECIES | PULP & BOLTS | 1,300.00 | Cd | 22.76 | 29,588.00 | 44.15 | 57,395.00 |
| + NORTHERN HARDWOODS | PULP & BOLTS | 220.00 | Cd | 14.40 | 3,168.00 | 27.94 | 6,146.80 |
| RED OAK | PULP & BOLTS | 80.00 | Cd | 19.44 | 1,555.20 | 19.44 | 1,555.20 |
| + BID SPECIES * SOLD ON APPRAISED VOLUME | | | | APPRAISED TOTAL = | \$44,487.20 | BID TOTAL = \$ | 84,838.60 |
| | | | | ADVANCE PAYMENT = | \$6,673.08 | | |

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

ANY LISTED SPECIES BIOMASS 1,010.00 Tons 0.65 656.50

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Balm of Gilead 1%; Trembling Aspen 99%.
Northern Hardwoods Pulp & Bolts includes: Paper Birch 83%; Red Maple 17%.

Mixed Product Description:

Aspen Species Pulp & Bolts includes: Bolts 35%; Pulpwood 65%.
Northern Hardwoods Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.
Norway Pine Woodsrung Sawtimber (Softwood only) includes: Bolts 10%; Pulpwood 5%; Sawtimber (Softwood Only) 85%.
Red Oak Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.

Cutting and Felling:

- Harvest trembling aspen, balm of Gilead, paper birch, maple, Norway pine, and red oak > 8" DBH.

Season of Operations:

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

Landings, Roads, and Trails:

- Keep motorcycle trail free of slash.

Sale Conditions:

- Access is across State land.

Marketing Conditions:

This sale is located in the Paul Bunyan State Forest. There is an access trail east of the East Steamboat Forest Road. That access trail goes to an old landing on the north side of the sale. Access trails will need to be improved. The aspen is 47 years old. The terrain is rolling with a couple steep areas.

Price Adjustments:

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

Appraiser:

Kyle E. Anderson

(Appraisal ID 18577-0; Cutting Block ID 20220-0)

TRACT B5 COUNTY: HUBBARD AREA: PARK RAPIDS AREA ACRES: 60.4

Permit Number: B015623
Expiration Date: 05/31/2026

Purchased By: Lundberg Forest Products Inc.
Address: 3835 Centerline Road NW, Solway, MN 56678

NENE of Section 25; NESE,NWSE,SESE,SWSE of Section 24 - Township 142, Range 33W.

| SPECIES | PRODUCT | VOLUME | UNIT | APPRAISED | | BID %: 90 | |
|--|--------------|----------|------|-------------------|-----------|----------------|-----------|
| | | | | UNIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE |
| + ASPEN SPECIES | PULP & BOLTS | 1,540.00 | Cd | 22.80 | 35,112.00 | 43.32 | 66,712.80 |
| + NORTHERN HARDWOODS | PULP & BOLTS | 235.00 | Cd | 14.40 | 3,384.00 | 27.36 | 6,429.60 |
| RED OAK | PULP & BOLTS | 65.00 | Cd | 22.08 | 1,435.20 | 22.08 | 1,435.20 |
| + BID SPECIES * SOLD ON APPRAISED VOLUME | | | | APPRAISED TOTAL = | | BID TOTAL = \$ | |
| | | | | ADVANCE PAYMENT = | | 74,577.60 | |
| | | | | | | \$5,989.68 | |

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

ANY LISTED SPECIES BIOMASS 810.00 Tons 0.65 526.50

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Largetooth Aspen 25%; Trembling Aspen 75%.
Northern Hardwoods Pulp & Bolts includes: Paper Birch 40%; Red Maple 60%.

Mixed Product Description:

Aspen Species Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.
Northern Hardwoods Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.
Red Oak Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

Season of Operations:

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

Landings, Roads, and Trails:

- Motorcycle trail must be free of slash after logging operations.

Sale Conditions:

- Access is across State land.

Marketing Conditions:

The timber sale is located along the Steamboat Forest Road Northwest of Akeley, MN.
The timber is 54 years old. The terrain is rolling throughout the sale area.

Price Adjustments:

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

Appraiser:

Cory B. Kimball

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: May 9, 2023

- SUMMARY SHEET -

05/09/2023 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 05/09/2023

PARK RAPIDS AREA

| SUMMARY FOR <u>SOLD</u> TRACTS | | | | | |
|---|-------------------------------|---------------|------|-------------------------|---------------------|
| PRODUCT | SPECIES | TOTAL VOLUME | UNIT | SOLD AVERAGE UNIT PRICE | TOTAL SOLD \$ VALUE |
| PULP & BOLTS | ASPEN SPECIES | 2,840.00 | Cd | 43.70 | 124,107.80 |
| | TREMBLING ASPEN | 980.00 | Cd | 43.48 | 42,606.90 |
| | NORTHERN HARDWOODS | 455.00 | Cd | 27.64 | 12,576.40 |
| | BASSWOOD | 130.00 | Cd | 11.76 | 1,528.80 |
| | RED OAK | 535.00 | Cd | 38.04 | 20,349.30 |
| | JACK PINE | 5.00 | Cd | 23.00 | 115.00 |
| | MIXED HARDWOODS | 270.00 | Cd | 27.09 | 7,314.30 |
| WOODSRUN MIXED PRODUCTS | NORWAY PINE | 685.00 | Cd | 100.68 | 68,965.80 |
| | WHITE SPRUCE | 30.00 | Cd | 32.20 | 966.00 |
| PULPWOOD | ASH | 30.00 | Cd | 7.20 | 216.00 |
| BIOMASS | ANY LISTED SPECIES (optional) | 3,042.00 | Tons | - | 0.00 |
| WOODSRUN SAWTIMBER (SOFTWOOD ONLY) | WHITE PINE | 30.00 | Cd | 48.88 | 1,466.40 |
| | NORWAY PINE | 655.00 | Cd | 95.08 | 62,277.40 |
| | NORWAY PINE | 80.00 | MBF | 246.77 | 19,741.60 |
| SAWTIMBER (SOFTWOOD ONLY) | WHITE PINE | 17.50 | MBF | 102.00 | 1,785.00 |
| | NORWAY PINE | 2.50 | MBF | 127.20 | 318.00 |
| TOTAL SOLD TRACTS CONVERTED TO CORDS: | | 6,845.00 | | | |
| TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: | | \$ 194,696.25 | | | |
| TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: | | \$ 364,334.70 | | | |
| TOTAL ACRES SOLD: | | 195.2 | | | |
| TOTAL NUMBER OF TRACTS SOLD: | | 5 | | | |