



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY

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

STATUS: COMPLETED
INTERMEDIATE AUCTION - SALE #2
ORAL BID

Notice is hereby given that I offered for sale at public auction in Baudette, MN at 9:30 AM on Tuesday, May 23, 2023, 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
INTERMEDIATE AUCTION
ORAL BID TIMBER SALE
BAUDETTE AREA

9:30 AM on May 23, 2023
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 whoever bids the highest price for all timber species advertised for bidding on each tract. Bidding over 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 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.

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 23, 2024, at the following Area Headquarters: Baudette 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: KOOCHICHING

AREA: BAUDETTE AREA

ACRES: 26.6

Permit Number: X018913
Expiration Date: 05/31/2026

Purchased By: Mai-Best Logging Inc.
Address: 8464 Hwy 11 SE, Baudette, MN 56623

GL03 of Section 1 - Township 157, Range 28W.
SESW,SWSW of Section 36 - Township 158, Range 28W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	320.00	Cd	19.48	6,233.60	19.48	6,233.60
+ PAPER BIRCH	PULPWOOD	75.00	Cd	10.50	787.50	10.50	787.50
+ MIXED SPRUCE	PULP & BOLTS	72.00	Cd	19.95	1,436.40	19.95	1,436.40
BALSAM FIR	PULPWOOD	38.00	Cd	5.25	199.50	5.25	199.50
ASH	PULPWOOD	32.00	Cd	6.30	201.60	6.30	201.60

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$8,858.60 BID TOTAL = \$ 8,858.60
ADVANCE PAYMENT = \$1,328.79

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

WHITE CEDAR	PULP & BOLTS	115.00	Cd	8.82	1,014.30
ANY LISTED SPECIES	BIOMASS	303.00	Tons	0.65	196.95

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Balm of Gilead 15%; Trembling Aspen 85%.
Mixed Spruce Pulp & Bolts includes: Black Spruce 5%; White Spruce 95%.

Mixed Product Description:

Aspen Species Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.
Mixed Spruce Pulp & Bolts includes: Bolts 60%; Pulpwood 40%.
White Cedar Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

45 miles from International Falls
104 miles from Bemidji

Price Adjustments:

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

Appraiser:

Cody Allen Martin

TRACT X2

COUNTY: KOOCHICHING

AREA: BAUDETTE AREA

ACRES: 71.4

Permit Number: X018914
Expiration Date: 05/31/2026

Purchased By: Whitefish Creek Ent. Inc.
Address: 1393 County Road 4, Baudette, MN 56623

NESW,SESW,SWSE,SWSW of Section 23; NENW,NWNW,SWNW of Section 26 - Township 157, Range 28W.
NENE,NESE,SENE,SWNE of Section 14; SWNW of Section 13 - Township 157, Range 28W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	569.00	Cd	17.88	10,173.72	17.88	10,173.72
+ WHITE CEDAR	PULPWOOD	363.00	Cd	6.00	2,178.00	6.00	2,178.00
+ PAPER BIRCH	PULP & BOLTS	295.00	Cd	11.50	3,392.50	11.50	3,392.50
BALSAM FIR	PULPWOOD	254.00	Cd	5.00	1,270.00	5.00	1,270.00
+ MIXED SPRUCE	PULP & BOLTS	98.00	Cd	13.00	1,274.00	13.00	1,274.00
ASH	PULPWOOD	62.00	Cd	6.00	372.00	6.00	372.00

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$18,660.22
ADVANCE PAYMENT = \$2,799.03
BID TOTAL = \$ 18,660.22

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

ANY LISTED SPECIES BIOMASS 884.00 Tons 0.65 574.60

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Balm of Gilead 37%; Trembling Aspen 63%.
Mixed Spruce Pulp & Bolts includes: Black Spruce 35%; White Spruce 65%.

Mixed Product Description:

Aspen Species Pulp & Bolts includes: Bolts 23%; Pulpwood 77%.
Mixed Spruce Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.
Paper Birch Pulp & Bolts includes: Bolts 15%; Pulpwood 85%.

Season of Operations:

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

Sale Conditions:

- Access is across state land (Cutting Blocks 1 and 2).
- Access crosses Public Waters. A Permit is not required if using a snow / ice bridge (Cutting Block 1).

Marketing Conditions:

48 miles to International Falls.
104 miles to Bemidji.

Price Adjustments:

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

Appraiser:

Cody Allen Martin

TRACT X3

COUNTY: LAKE OF THE WOODS

AREA: BAUDETTE AREA

ACRES: 34.8

Permit Number: X018915
Expiration Date: 05/31/2026

Purchased By:
Address:

UNSOLD

NENE,NWNE of Section 23; NENE,SENE of Section 24; NESE,NWSE of Section 17 - Township 157, Range 31W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	400.00	Cd	17.74	7,096.00	17.74	7,096.00
+ ASH	PULP & BOLTS	200.00	Cd	8.97	1,794.00	8.97	1,794.00
+ BID SPECIES	* SOLD ON APPRAISED VOLUME						
					APPRAISED TOTAL =	\$8,890.00	BID TOTAL = \$ 8,890.00
					ADVANCE PAYMENT =	\$1,333.50	

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

ANY LISTED SPECIES BIOMASS 353.00 Tons 0.65 229.45

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Balm of Gilead 30%; Trembling Aspen 70%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 35%; Pulpwood 65%.

Aspen Species Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

Season of Operations:

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

Slash Disposal:

- In sections 23 and 24 scatter slash evenly across the sale area to a depth of 2 feet. In section 17 east of Troy creek pile the slash as directed by the tsa. To the west of the Troy creek slash is to be scattered evenly back across the site to a depth of 2 feet.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Hauling Distance

International Falls: 91 miles

Grand Rapids: 113 miles

Price Adjustments:

Road Construction Costs: 0%

Haul Distance to Nearest Mill: +3%

Stand Density: -5%

Operational Constraints: 0%

Other Price Factor: 0%

Appraiser:

Ethan Erdmann

TRACT X4

COUNTY: LAKE OF THE WOODS

AREA: BAUDETTE AREA

ACRES: 41.0

Permit Number: X018916
Expiration Date: 05/31/2026

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

SESE,SWSE of Section 28; NENE of Section 33; NESE of Section 20 - Township 159, Range 31W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	1,453.00	Cd	19.54	28,391.62	19.54	28,391.62
+ BID SPECIES	* SOLD ON APPRAISED VOLUME			APPRAISED TOTAL =	\$28,391.62	BID TOTAL = \$	28,391.62
				ADVANCE PAYMENT =	\$4,258.74		

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

ANY LISTED SPECIES	BIOMASS	664.00 Tons	0.65	431.60
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Mixed Species Description:

Aspen Species Pulp & Bolts includes: Balm of Gilead 7%; Trembling Aspen 93%.

Mixed Product Description:

Aspen Species Pulp & Bolts includes: Bolts 70%; Pulpwood 30%.

Season of Operations:

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

Landings, Roads, and Trails:

- The Recreation trail may be used as access. DNR Forestry must be notified at least 5 working days before any sale operations take place, including clearing or access road construction. Ensure "Trucks Hauling" signs are prominently posted and maintained 200 feet beyond either side of any segment of any road or trail being temporarily used or crossed in conjunction with timber harvest operations. No logging equipment, wood piles, slash or logging debris will remain on the trail treadway and/or trail right-of-way during or after permit operations. Trail must be maintained wide enough to allow truck and ATV/snowmobile traffic to safely pass. The permittee must repair any trail damage attributable to timber harvest operations before the sale is finalized. Maintain at least 4" snow depth on all trail surfaces during sale activities while operating from Dec.1- March 31.

Sale Conditions:

- Access is across state and private land.
- Permission to cross private land must be obtained by permittee.
- This permit contains lands in a Wildlife Management Area (WMA).

Marketing Conditions:

Hauling Distance

- Grand Rapids: 125 miles
- International Falls: 78 miles
- Barwick, Ontario: 41 miles
- Duluth: 204 miles

Price Adjustments:

- Road Construction Costs: +5%
- Haul Distance to Nearest Mill: 0%
- Stand Density: +2%
- Operational Constraints: -3%
- Other Price Factor: 0%

Appraiser:

Ethan Erdmann

(Appraisal ID 18728-0; Cutting Block ID 20990-0)

TRACT X5

COUNTY: LAKE OF THE WOODS

AREA: BAUDETTE AREA

ACRES: 87.3

Permit Number: X018917
Expiration Date: 05/31/2026

Purchased By: Ferrier Logging Inc.
Address: 585 County RD 6 SW, Baudette, MN 56623

GL04 of Section 31 - Township 159, Range 32W.
NESE,NESW,NWSE,NWSW,SESE,SESW,SWSE,SWSW of Section 36 - Township 159, Range 33W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 38	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ MIXED SPRUCE	PULP & BOLTS	580.00	Cd	13.30	7,714.00	18.35	10,643.00
+ ASPEN SPECIES	PULPWOOD	350.00	Cd	17.91	6,268.50	24.72	8,652.00
TAMARACK	FUELWOOD	300.00	Cd	3.90	1,170.00	3.90	1,170.00
JACK PINE	PULP & BOLTS	200.00	Cd	19.00	3,800.00	19.00	3,800.00
BALSAM FIR	PULPWOOD	35.00	Cd	4.75	166.25	4.75	166.25
PAPER BIRCH	PULPWOOD	25.00	Cd	9.50	237.50	9.50	237.50

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL =	\$19,356.25	BID TOTAL = \$	24,668.75
ADVANCE PAYMENT =	\$2,903.44		

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 5%; Trembling Aspen 95%.
Mixed Spruce Pulp & Bolts includes: Black Spruce 95%; White Spruce 5%.

Mixed Product Description:

Jack Pine Pulp & Bolts includes: Bolts 70%; Pulpwood 30%.
Mixed Spruce Pulp & Bolts includes: Bolts 35%; Pulpwood 65%.

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:

Sale is located 4.5 miles west of the Pitt Grade on Stoney Corner road.
1/2 mile of access trail to freeze to reach east stand
5 miles secondary and 80 miles primary road to International Falls, MN
5 miles secondary and 94 miles primary road to Bemidji, MN

Tamarack fuelwood was 60% dead standing at time of cruising in November 2023.

Price Adjustments:

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

Appraiser:

Tyler Hasbargen

TRACT X6

COUNTY: LAKE OF THE WOODS

AREA: BAUDETTE AREA

ACRES: 8.9

Permit Number: X018918
Expiration Date: 05/31/2026

Purchased By: Kevin Fish
Address: 1513 76th Ave NW, Williams, MN 56686

GL01,NENW of Section 31 - Township 160, Range 33W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	248.00	Cd	17.99	4,461.52	17.99	4,461.52
+ BID SPECIES	* SOLD ON APPRAISED VOLUME						
				APPRAISED TOTAL =	\$4,461.52	BID TOTAL = \$	4,461.52
				ADVANCE PAYMENT =	\$669.23		

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

ANY LISTED SPECIES	BIOMASS	147.00	Tons	0.65	95.55
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Mixed Species Description:

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

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

The site 9 miles south of Williams. 2 miles of secondary road and 7 miles of primary road. From Williams to International Falls is 86 miles of primary road.

Price Adjustments:

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

Appraiser:

Mark Allen Mcdonald

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 23, 2023

- SUMMARY SHEET -

05/23/2023 INTERMEDIATE AUCTION - SALE #2

COMPLETED - DATA AS OF 05/23/2023

BAUDETTE AREA

SUMMARY FOR SOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	ASPEN SPECIES	2,342.00	Cd	19.13	44,798.94
	PAPER BIRCH	295.00	Cd	11.50	3,392.50
	JACK PINE	200.00	Cd	19.00	3,800.00
	WHITE CEDAR (optional)	115.00	Cd	-	0.00
	MIXED SPRUCE	750.00	Cd	17.80	13,353.40
PULPWOOD	ASH	94.00	Cd	6.10	573.60
	ASPEN SPECIES	598.00	Cd	21.93	13,113.52
	PAPER BIRCH	100.00	Cd	10.25	1,025.00
	BALSAM FIR	327.00	Cd	5.00	1,635.75
	WHITE CEDAR	363.00	Cd	6.00	2,178.00
FUELWOOD	TAMARACK	300.00	Cd	3.90	1,170.00
BIOMASS	ANY LISTED SPECIES (optional)	1,998.00	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 5,484.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 79,728.21
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 85,040.71
TOTAL ACRES SOLD: 235.2
SOLD TRACT NUMBERS: 1, 2, 4, 5, 6
TOTAL NUMBER OF TRACTS SOLD: 5

SUMMARY FOR UNSOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
PULP & BOLTS	ASH	200.00	Cd	8.97	1,794.00
	ASPEN SPECIES	400.00	Cd	17.74	7,096.00
BIOMASS	ANY LISTED SPECIES (optional)	353.00	Tons	0.65	229.45

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 600.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 8,890.00
TOTAL ACRES UNSOLD: 34.8
UNSOLD TRACT NUMBER: 3
TOTAL NUMBER OF TRACTS UNSOLD: 1