

MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

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

LITTLE FALLS AREA

STATUS: COMPLETED REGULAR AUCTION - SALE #2 ORAL BID

Notice is hereby given that I offered for sale at public auction in Onamia, MN at 9:30 AM on Thursday, September 14, 2023, timber belonging to the State of Minnesota. All tracts were offered at the Onamia Field Station in Onamia, 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 <u>mndnr.gov/forestry/certification/certificates.html</u>



MINNESOTA DEPARTMENT OF NATURAL RESOURCES

DIVISION OF FORESTRY

REGULAR AUCTION ORAL BID TIMBER SALE LITTLE FALLS AREA

9:30 AM on September 14, 2023 Onamia Field Station in Onamia, 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 September 14, 2024, at the following Area Headquarters: Little Falls Area.

TRACT B1 COUNTY: KANABEC

AREA: LITTLE FALLS AREA

ACRES: 63.2

Permit Number: B015810 Expiration Date: 05/31/2026

Purchased By: Hennen Enterprises LLC

Address: 24031 - 133rd Street, Pierz, MN 56364

NESE, NWSE, SENE, SESE, SWSE of Section 7 - Township 39, Range 25W.

							BID %: 0	
s	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	ASPEN SPECIES	PULP & BOLTS	875.00	Cd	16.10	14,087.50	16.10	14,087.50
+	RED OAK	PULP & BOLTS	290.00	Cd	21.16	6,136.40	21.16	6,136.40
+	BASSWOOD	PULP & BOLTS	200.00	Cd	7.76	1,552.00	7.76	1,552.00
+	MAPLE SPECIES	PULP & BOLTS	150.00	Cd	10.81	1,621.50	10.81	1,621.50
+	BUR OAK	PULP & BOLTS	115.00	Cd	22.43	2,579.45	22.43	2,579.45
	ASH	PULP & BOLTS	85.00	Cd	7.01	595.85	7.01	595.85
	PAPER BIRCH	PULPWOOD	35.00	Cd	9.20	322.00	9.20	322.00
+	BID SPECIES * S	SOLD ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$26,894.70 \$4,034.21	BID TOTA	L = \$ 26,894.70

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

ANY LISTED SPECIES	BIOMASS	900.00	Tons	0.65	585.00

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Largetooth Aspen 30%; Trembling Aspen 70%. Maple Species Pulp & Bolts includes: Red Maple 50%; Sugar Maple 50%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 30%; Pulpwood 70%. Aspen Species Pulp & Bolts includes: Bolts 20%; Pulpwood 80%. Basswood Pulp & Bolts includes: Bolts 35%; Pulpwood 65%. Bur Oak Pulp & Bolts includes: Bolts 50%; Pulpwood 50%. Maple Species Pulp & Bolts includes: Bolts 20%; Pulpwood 80%. Red Oak Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

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 on 205th Ave, near the beginning of the Arctic Trail Forest Road.

Legal description on map is incorrect. It should read T39N-R25W.

Price Adjustments:

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

Appraiser:

Benjamin Raymond Froelich

TRACT B2 COUNTY: MILLE LACS

AREA: LITTLE FALLS AREA

```
ACRES: 19.0
```

Permit Number: B015811 Expiration Date: 05/31/2025

> Purchased By: Potlatch Deltic Land & Lumber, LLC Address: 50518 Co Rd 45, Bemidji, MN 56601

SENW, SWNE of Section 10; SESW, SWSW of Section 2 - Township 39, Range 26W.

						AISED	BID %: 0	
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
-						TALUL .		VALUE
+	NORWAY PINE	PULP & BOLTS	300.00	Cd	26.92	8,076.00	26.92	8,076.00
+	WHITE SPRUCE	PULP & BOLTS	290.00	Cd	17.05	4,944.50	17.05	4,944.50
+	ASPEN SPECIES	PULP & BOLTS	70.00	Cd	15.29	1,070.30	15.29	1,070.30
	NORTHERN HARDWOODS	PULPWOOD	30.00	Cd	7.11	213.30	7.11	213.30
	OAK SPECIES	PULP & BOLTS	25.00	Cd	21.45	536.25	21.45	536.25
	+ BID SPECIES *	SOLD ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$14,840.35 \$2,226.05	BID TOTA	L = \$ 14,840.35

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

ANY LISTED SPECIES	BIOMASS	300.00 Tons	0.65	195.00	

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Balm of Gilead 5%; Largetooth Aspen 15%; Trembling Aspen 80%. Northern Hardwoods Pulpwood includes: American Elm 9%; Ash 22%; Basswood 13%; Paper Birch 6%; Red Maple 50%. Oak Species Pulp & Bolts includes: Bur Oak 60%; Red Oak 40%.

Mixed Product Description:

Aspen Species Pulp & Bolts includes: Bolts 10%; Pulpwood 90%. Norway Pine Pulp & Bolts includes: Bolts 89%; Pulpwood 11%. Oak Species Pulp & Bolts includes: Bolts 50%; Pulpwood 50%. White Spruce Pulp & Bolts includes: Bolts 70%; Pulpwood 30%.

Cutting and Felling:

- Harvest all Norway Pine, Red Oak, Red Maple, Paper Birch, Elm, Aspen, Basswood, Bur Oak, Ash, and White Spruce within the cutting areas.

- Reserve all black cherry, butternut, and White Pine.

Season of Operations:

- Conduct sale operations on frozen or dry 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 by June 30: No special restrictions for pine cut in this period.

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:

Timber Sale is located on the south end of the Rum River State Forest off of Keystone Road.

The Norway Pine portion of the sale has a much better summer chance than the Spruce portions.

Timber Sale has been reduced in price by 10% for being frozen ground harvest only.

Price Adjustments:

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

Appraiser:

Benjamin Raymond Froelich

(Appraisal ID 17930-0; Cutting Block ID 20789-0)

TRACT B3 COUNTY: KANABEC

AREA: LITTLE FALLS AREA

Permit Number: B015812 Expiration Date: 05/31/2026

Purchased By: Sappi Cloquet LLC

Address: 20 N. 22nd Street, Cloquet, MN 55720

NESW, SENW, SWNE, SWNW of Section 31 - Township 40, Range 25W.

				APPRAISED		BID %: 0	
SPECIES		VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIE	S PULP & BOLTS	800.00	Cd	14.00	11,200.00	14.00	11,200.00
+ MAPLE SPECIE	S PULPWOOD	235.00	Cd	8.00	1,880.00	8.00	1,880.00
BASSWOOD	PULP & BOLTS	100.00	Cd	7.00	700.00	7.00	700.00
ASH	PULPWOOD	55.00	Cd	4.00	220.00	4.00	220.00
PAPER BIRCH	PULPWOOD	45.00	Cd	8.00	360.00	8.00	360.00
+ BID SPECIES	* SOLD ON APPRAISED VOLUME	-		ED TOTAL = PAYMENT =	\$14,360.00 \$2,154.00	BID TOTAI	L = \$ 14,360.00

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

ANY LISTED	SPECIES	BIOMASS	605.00	Tons	0.65	393.25

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Largetooth Aspen 25%; Trembling Aspen 75%. Maple Species Pulpwood includes: Red Maple 80%; Sugar Maple 20%.

Mixed Product Description:

Aspen Species Pulp & Bolts includes: Bolts 20%; Pulpwood 80%. Basswood Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

Season of Operations:

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

Marketing Conditions:

Sale is located at the end of the Arctic Forest Road in Ann Lake Township, Kanabec County.

Price Adjustments:

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

Appraiser:

Benjamin Raymond Froelich

(Appraisal ID 18506-0; Cutting Block ID 21506-0)

TRACT B4 COUNTY: MILLE LACS

AREA: LITTLE FALLS AREA

```
ACRES: 62.6
```

Permit Number: B015813 Expiration Date: 05/31/2027

> Purchased By: Sappi Cloquet LLC Address: 20 N. 22nd Street, Cloquet, MN 55720

SENW,SWNW of Section 7 - Township 40, Range 27W. NESE,NWSE,NWSW,SESE,SESW,SWNW,SWSE of Section 7 - Township 40, Range 27W.

					APPRAISED		BID %: 0	
	SPECIES	PRODUCT	VOLUME		UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	- TREMBLING ASPEN	PULPWOOD	1,000.00	Cd	12.60	12,600.00	12.60	12,600.00
	BASSWOOD	PULP & BOLTS	230.00	Cd	4.95	1,138.50	4.95	1,138.50
	MAPLE SPECIES	PULPWOOD	108.00	Cd	7.20	777.60	7.20	777.60
	OAK SPECIES	PULP & BOLTS	60.00	Cd	14.58	874.80	14.58	874.80
	ASH	PULP & BOLTS	57.00	Cd	4.47	254.79	4.47	254.79
	PAPER BIRCH	PULP & BOLTS	40.00	Cd	8.46	338.40	8.46	338.40
_	+ BID SPECIES * SOLD	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$15,984.09 \$2,397.61	BID TOTAI	L = \$ 15,984.09

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

Mixed Species Description:

Maple Species Pulpwood includes: Red Maple 32%; Sugar Maple 68%. Oak Species Pulp & Bolts includes: Bur Oak 55%; Red Oak 45%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 14%; Pulpwood 86%. Basswood Pulp & Bolts includes: Bolts 10%; Pulpwood 90%. Oak Species Pulp & Bolts includes: Bolts 20%; Pulpwood 80%. Paper Birch Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.

Cutting and Felling:

- Harvest all aspen, basswood, maple, paper birch and ash (Cutting Block 1).
- Harvest all oak, maple, basswood and ash except green painted trees (Cutting Block 2).
- Reserve all oak, black cherry, American elm and conifers (Cutting Block 1).
- Reserve green painted trees (Cutting Block 2).

Season of Operations:

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

Marketing Conditions:

Sale is located 16 miles east of Pierz and 5 miles west of highway 169 on CR 39. There is a snowmobile trail that can be used to reach both cutting blocks.

Frozen ground access reflected in operation constraints discount.

Price Adjustments:

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

Appraiser:

Timothy Michael Stai

(Appraisal ID 18668-0; Cutting Block ID 21678-0, 21682-0)

TRACT B5 COUNTY: MORRISON

AREA: LITTLE FALLS AREA

ACRES: 33.5

Permit Number: B015814 Expiration Date: 05/31/2026

> Purchased Bv: Address:

S()|NESE, SENW, SESE of Section 16 - Township 40, Range 28W. NESE, SESE, SWSE of Section 16 - Township 40, Range 28W.

					APPRAISED		BID:	
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	OAK SPECIES	PULP & BOLTS	325.00		20.24	6,578.00	20.24	6,578.00
+	TREMBLING ASPEN BASSWOOD	PULPWOOD PULP & BOLTS	177.00 77.00		14.70 5.49	2,601.90 422.73	14.70 5.49	2,601.90 422.73
	MAPLE SPECIES ASH	PULPWOOD PULP & BOLTS	70.00 52.00		8.40 4.69	588.00 243.88	8.40 4.69	588.00 243.88
	PAPER BIRCH	PULP & BOLTS	37.00		14.30	529.10	14.30	529.10
	+ BID SPECIES * SOLD	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$10,963.61 \$1,644.54	BID TOTAI	L = \$ 10,963.61

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

	DIOLUGO	000 00 T	0.00	050 70
ANY LISTED SPECIES	BIOMASS	382.00 Tons	0.68	259.76

Mixed Species Description:

Maple Species Pulpwood includes: Red Maple 99%; Sugar Maple 1%. Oak Species Pulp & Bolts includes: Bur Oak 30%; Red Oak 70%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 7%; Pulpwood 93%. Basswood Pulp & Bolts includes: Bolts 5%; Pulpwood 95%. Oak Species Pulp & Bolts includes: Bolts 48%; Pulpwood 52%. Paper Birch Pulp & Bolts includes: Bolts 80%; Pulpwood 20%.

Season of Operations:

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

- 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 (Cutting Blocks 1 and 2).

Sale Conditions:

- Access is across private land (Cutting Blocks 1 and 2).

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

Marketing Conditions:

Sale is approximately 5 miles southeast of Hillman, MN.

Price Adjustments:

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

Appraiser:

Andrew John Butler

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

LITTLE FALLS 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: September 14, 2023

LITTLE FALLS AREA

	SUMMARY FOR <u>SO</u>	LD TRACTS			
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	ASH	142.00	Cd	5.99	850.64
	ASPEN SPECIES	1,745.00	Cd	15.10	26,357.80
	PAPER BIRCH	40.00	Cd	8.46	338.40
	MAPLE SPECIES	150.00	Cd	10.81	1,621.50
	BASSWOOD	530.00	Cd	6.40	3,390.50
	OAK SPECIES	85.00	Cd	16.60	1,411.05
	RED OAK	290.00	Cd	21.16	6,136.40
	BUR OAK	115.00	Cd	22.43	2,579.45
	NORWAY PINE	300.00	Cd	26.92	8,076.00
	WHITE SPRUCE	290.00	Cd	17.05	4,944.50
PULPWOOD	ASH	55.00	Cd	4.00	220.00
	TREMBLING ASPEN	1,000.00	Cd	12.60	12,600.00
	PAPER BIRCH	80.00	Cd	8.53	682.00
	MAPLE SPECIES	343.00	Cd	7.75	2,657.60
	NORTHERN HARDWOODS	30.00	Cd	7.11	213.30
BIOMASS	ANY LISTED SPECIES (optional)	2,468.00	Tons	-	0.00
TOTAL A	OTAL SOLD TRACTS CONVERTED TO CORDS: PPRAISED DOLLAR VALUE OF SOLD TRACTS: AL BID-UP DOLLAR VALUE OF SOLD TRACTS: TOTAL ACRES SOLD: SOLD TRACT NUMBERS:	\$ 72,079.14 \$ 72,079.14 196.8			

TOTAL NUMBER OF TRACTS SOLD: 4

	SUMMARY FOR UNS	OLD TRACTS							
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE				
PULP & BOLTS	ASH	52.00	Cd	4.69	243.88				
	PAPER BIRCH	37.00	Cd	14.30	529.10				
	BASSWOOD	77.00	Cd	5.49	422.73				
	OAK SPECIES	325.00	Cd	20.24	6,578.00				
PULPWOOD	TREMBLING ASPEN	177.00	Cd	14.70	2,601.90				
	MAPLE SPECIES	70.00	Cd	8.40	588.00				
BIOMASS	ANY LISTED SPECIES (optional)	382.00	Tons	0.68	259.76				
	TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 738.00								
IOTAL APPRAISED	DOLLAR VALUE OF UNSOLD TRACTS: TOTAL ACRES UNSOLD:								
	UNSOLD TRACT NUMBER:								
	TOTAL NUMBER OF TRACTS UNSOLD:								