



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 7, 2024, 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](https://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 7, 2024**  
**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 7, 2025, at the following Area Headquarters: Park Rapids Area.

**TRACT B1** COUNTY: WADENA AREA: PARK RAPIDS AREA ACRES: 125.9

Permit Number: B015949  
Expiration Date: 05/31/2027

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

NWNW,NWSW,SWNW of Section 15; NENW,NESE,NWNE,NWNW,NWSE,SENE,SWNE of Section 16 -  
Township 138, Range 34W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 50	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	PULP & BOLTS	1,115.00	Cd	30.00	33,450.00	45.00	50,175.00
+ TREMBLING ASPEN	PULP & BOLTS	450.00	Cd	19.00	8,550.00	28.50	12,825.00
JACK PINE	PULP & BOLTS	25.00	Cd	18.00	450.00	18.00	450.00

+ BID SPECIES \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$42,450.00      BID TOTAL = \$ 63,450.00  
 ADVANCE PAYMENT = \$6,367.50

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

ANY LISTED SPECIES BIOMASS 725.00 Tons 0.65 471.25

**Mixed Product Description:**

Jack Pine Pulp & Bolts includes: Bolts 60%; Pulpwood 40%.  
Norway Pine Pulp & Bolts includes: Bolts 80%; Pulpwood 20%.  
Trembling Aspen Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.

**Cutting and Felling:**

- Harvest trembling aspen and jack pine in harvest area 1. In harvest area 2, harvest trembling aspen and yellow marked Norway pine. In harvest area 3, selectively harvest Norway pine down to 90 square feet per acre by removing poor quality and suppressed trees to release dominant, well-formed, single topped trees. Selection should provide equal spacing between reserve trees after removal by selecting them systematically throughout cutting area and not in clumps. Harvest trembling aspen and jack pine.

**Season of Operations:**

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

**Sale Conditions:**

- Access is across state land.

**Marketing Conditions:**

This sale is in the Huntersville state forest 4 miles west of Huntersville. There are access trails to all harvest areas. Harvest area 1 is 40-year-old trembling aspen and white spruce stand. Harvest area 2 is a 3rd thinning in 53-year-old Norway pine plantations. Harvest area 3 is a 2nd thinning in 34-year-old Norway pine plantations.

**Price Adjustments:**

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

**Appraiser:**

Jordan A. Griffing

**TRACT B2**

**COUNTY: HUBBARD**

**AREA: PARK RAPIDS AREA**

**ACRES: 125.7**

Permit Number: B015950  
Expiration Date: 05/31/2027

**Purchased By:** Dick Walsh Forest Products Inc.

**Address:** 12873 County 32, Park Rapids, MN 56470

NENE,NESE,NWSE,SENE,SESE,SWSE of Section 36 - Township 139, Range 33W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 106	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ JACK PINE	PULP & BOLTS	2,000.00	Cd	13.65	27,300.00	28.12	56,240.00
+ TREMBLING ASPEN	PULP & BOLTS	620.00	Cd	19.95	12,369.00	41.10	25,482.00
+ NORWAY PINE	PULP & BOLTS	600.00	Cd	25.20	15,120.00	51.91	31,146.00
MIXED HARDWOODS	PULPWOOD	20.00	Cd	10.71	214.20	10.71	214.20

+ BID SPECIES \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL =	\$55,003.20	BID TOTAL = \$	113,082.20
ADVANCE PAYMENT =	\$8,250.48		

**Mixed Species Description:**

Mixed Hardwoods Pulpwood includes: Paper Birch 95%; Red Oak 5%.

**Mixed Product Description:**

Jack Pine Pulp & Bolts includes: Bolts 35%; Pulpwood 65%.  
 Norway Pine Pulp & Bolts includes: Bolts 60%; Pulpwood 40%.  
 Trembling Aspen Pulp & Bolts includes: Bolts 15%; Pulpwood 85%.

**Cutting and Felling:**

- Harvest jack pine, Norway pine, trembling aspen, paper birch, and red oak in harvest area 1. In harvest area 2, harvest jack pine, trembling aspen, paper birch and red oak.
- Reserve Norway pine and non-hazardous snags in harvest area 2.
- In harvest area 1, fell all snags and non-merchantable trees > 1" 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 evenly over the harvest site to within 2 feet of the ground.
- Keep a 30 foot slash free area around the perimeter of harvest area 1 or where directed by the TSA.

**Sale Conditions:**

- Access is across State land.

**Marketing Conditions:**

This sale is located 4 miles south and 3 miles west of the Badoura State Nursery. The sale is north of the Hubbard Line Road. There is a woods trail that runs up the east side of the sale. The terrain is flat. The stands age is 48. Harvest Area 1 is dense and has a good amount non-merchantable jack pine that needs to be felled or ran over. A prescribe burn is planned after the harvest in harvest area 1, and there will be an extra emphasis on lop and scattering the slash evenly across the entire sale. There will be approximately 150 cords of dead jack pine available with an added timber agreement.

**Price Adjustments:**

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

**Appraiser:**

Kyle E. Anderson



**TRACT B3** COUNTY: BECKER AREA: PARK RAPIDS AREA ACRES: 55.9

Permit Number: B015951  
Expiration Date: 05/31/2027

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

NENW,NESE,NWNW,NWSE,SENE,SENW,SWNE,SWNW,SWSW of Section 21; NWNE of Section 29;  
NWSE,SESE of Section 20 - Township 140, Range 37W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 63	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	1,000.00	MBF	121.90	121,900.00	198.70	198,700.00
TREMBLING ASPEN	PULPWOOD	65.00	Cd	21.85	1,420.25	21.85	1,420.25
NORTHERN HARDWOODS	PULPWOOD	45.00	Cd	11.50	517.50	11.50	517.50
SPRUCE-BALSAM	PULPWOOD	15.00	Cd	6.56	98.40	6.56	98.40

+ BID SPECIES \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$123,936.15      BID TOTAL = \$ 200,736.15  
 ADVANCE PAYMENT = \$18,590.42

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

ANY LISTED SPECIES BIOMASS 1,061.00 Tons 0.65 689.65

**Mixed Species Description:**

Northern Hardwoods Pulpwood includes: Paper Birch 55%; Sugar Maple 45%.  
Spruce-Balsam Pulpwood includes: Balsam Fir 65%; White Spruce 35%.

**Mixed Product Description:**

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 5%; Pulpwood 5%; Sawtimber (Softwood Only) 90%.

**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 50 feet away from standing timber.

**Sale Conditions:**

- Access is across state land.

**Marketing Conditions:**

This stand is located 5 miles NW of Osage in the North Smoky Hills State Forest. This a final harvest of a mature Norway pine stands. There is good access to the stands with some trail improvement needed to the scattered parcels. The terrain is rolling throughout; however, it does not limit all season access.

**Price Adjustments:**

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

**Appraiser:**

Kyle E. Anderson

<b>TRACT B4</b>	COUNTY: HUBBARD	AREA: PARK RAPIDS AREA	ACRES: 12.2
-----------------	-----------------	------------------------	-------------

Permit Number: B015952  
 Expiration Date: 05/31/2027

**Purchased By:** Andy Michalek Logging Inc.  
**Address:** 54529 Michalek Road, Blackduck, MN 56630-2059

SWSW of Section 12; SESE of Section 11; NENE of Section 14; NWNW of Section 13 - Township 142, Range 33W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 101	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	515.00	Cd	23.75	12,231.25	47.74	24,586.10
+ BID SPECIES	* SOLD ON APPRAISED VOLUME						
					APPRAISED TOTAL =	\$12,231.25	BID TOTAL = \$ 24,586.10
					ADVANCE PAYMENT =	\$1,834.69	

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

ANY LISTED SPECIES	BIOMASS	230.00 Tons	0.65	149.50
--------------------	---------	-------------	------	--------

**Mixed Species Description:**

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

**Mixed Product Description:**

Aspen Species Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

**Season of Operations:**

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

**Sale Conditions:**

- Access is across State land.

**Marketing Conditions:**

This sale is located along the Spur 1 Forest Road in the Paul Bunyan State Forest. There is rolling terrain within the sale area. Aspen is 45 years old.

**Price Adjustments:**

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

**Appraiser:**

Kyle E. Anderson

**TRACT B5** COUNTY: HUBBARD AREA: PARK RAPIDS AREA ACRES: 53.2

Permit Number: B015953  
Expiration Date: 05/31/2027

**Purchased By:** Andy Michalek Logging Inc.  
**Address:** 54529 Michalek Road, Blackduck, MN 56630-2059

SWSW of Section 26; NENW,NESW,NWNW,SENW,SWNW of Section 35; NENE of Section 34; NESE,SESE of Section 27 - Township 142, Range 33W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 75	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	1,330.00	Cd	21.28	28,302.40	37.24	49,529.20
+ MIXED HARDWOODS	PULP & BOLTS	135.00	Cd	13.66	1,844.10	23.91	3,227.85
RED OAK	PULP & BOLTS	45.00	Cd	19.62	882.90	19.62	882.90
NORWAY PINE	PULP & BOLTS	20.00	Cd	13.44	268.80	13.44	268.80
JACK PINE	PULPWOOD	10.00	Cd	6.72	67.20	6.72	67.20

+ BID SPECIES      \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$31,365.40      BID TOTAL = \$ 53,975.95  
 ADVANCE PAYMENT = \$4,704.81

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

ANY LISTED SPECIES      BIOMASS      915.00 Tons      0.65      594.75

**Mixed Species Description:**

Aspen Species Pulp & Bolts includes: Trembling Aspen 100%.  
Mixed Hardwoods Pulp & Bolts includes: Paper Birch 81%; Red Maple 19%.

**Mixed Product Description:**

Aspen Species Pulp & Bolts includes: Bolts 18%; Pulpwood 82%.  
Mixed Hardwoods Pulp & Bolts includes: Bolts 22%; Pulpwood 78%.  
Norway Pine Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.  
Red Oak Pulp & Bolts includes: Bolts 32%; Pulpwood 68%.

**Cutting and Felling:**

- In harvest area 1, harvest trembling aspen, paper birch, and red maple. Harvest red oak greater than 8" DBH. In harvest area 2, harvest every 5th row. Harvest trees in remaining rows to a final stand BA of 90 square feet per acre by selecting trees of poor quality and suppressed trees to release dominant, well-formed, single topped trees. Selection should provide equal spacing between reserve trees after removal by selecting them systematically throughout cutting area and not in clumps. Trembling aspen, paper birch, and red maple should only be removed in access rows or when in direct competition to the crown of a red pine tree.

**Season of Operations:**

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

**Landings, Roads, and Trails:**

- No slash or soil disturbance allowed on North Country Trail.

**Sale Conditions:**

- Access is across state land.

**Marketing Conditions:**

Sale is located in Paul Bunyan State Forest along Spur 1 forest road. Sale is comprised of a 7 acre 36 year old first entry pine thinning and 47 acres of 40 year old aspen clearcut. Terrain is rolling to steep.

Due to terrain there is limited space to land along access roads and trails. Construction of at least two landings will be need, and less than 1/4 mile of hunter/walking trail improved for access.



Approximately 7.5 miles secondary and 43 miles primary road to Solway, MN.

**Price Adjustments:**

Road Construction Costs: +5%  
Haul Distance to Nearest Mill: +5%  
Stand Density: +5%  
Operational Constraints: 0%  
Other Price Factor: -3% (Partial Norway pine first thinning.)

**Appraiser:**

Joseph Richard Kuhlmann

(Appraisal ID 18392-0; Cutting Block ID 21255-0)

---

---

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 7, 2024

- SUMMARY SHEET -

05/07/2024 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 05/07/2024

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	1,845.00	Cd	40.17	74,115.30
	TREMBLING ASPEN	1,070.00	Cd	35.80	38,307.00
	RED OAK	45.00	Cd	19.62	882.90
	NORWAY PINE	1,735.00	Cd	47.03	81,589.80
	JACK PINE	2,025.00	Cd	28.00	56,690.00
	MIXED HARDWOODS	135.00	Cd	23.91	3,227.85
PULPWOOD	TREMBLING ASPEN	65.00	Cd	21.85	1,420.25
	NORTHERN HARDWOODS	45.00	Cd	11.50	517.50
	JACK PINE	10.00	Cd	6.72	67.20
	SPRUCE-BALSAM	15.00	Cd	6.56	98.40
	MIXED HARDWOODS	20.00	Cd	10.71	214.20
BIOMASS	ANY LISTED SPECIES (optional)	2,931.00	Tons	-	0.00
WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	NORWAY PINE	1,000.00	MBF	198.70	198,700.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 9,010.00  
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 264,986.00  
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 455,830.40  
TOTAL ACRES SOLD: 372.9  
TOTAL NUMBER OF TRACTS SOLD: 5