

# 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 INTERMEDIATE AUCTION - SALE #2 ORAL BID

Notice is hereby given that I offered for sale at public auction in Onamia, MN at 10:30 AM on Wednesday, September 18, 2024, 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 DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

INTERMEDIATE AUCTION
ORAL BID TIMBER SALE
LITTLE FALLS AREA

# 10:30 AM on September 18, 2024 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 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'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 18, 2025, at the following Area Headquarters: Little Falls 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: KANABEC AREA: LITTLE FALLS AREA ACRES: 12.5

Permit Number: X019585 Expiration Date: 03/31/2027

Purchased By: Titan Forestry LLC

Address: 6764 Henriette Road, Grasston, MN 55030

NENE, NWNE, SENE of Section 6 - Township 39, Range 25W.

	SPECIES	PRODUCT	VOLUME	UNIT	APPR UNIT PRICE	AISED	BID UNIT PRICE	%: 0
+	ASPEN SPECIES	PULP & BOLTS	217.00		14.70	3,189.90	14.70	3,189.90
+	RED OAK	PULP & BOLTS	97.00	Cd	20.36	1,974.92	20.36	1,974.92
+ BID SPECIES * SOLD ON APPRAISED VOLUME					ED TOTAL = PAYMENT =	\$5,164.82 \$774.72	BID TOTA	L = \$ 5,164.82
C	Optional Timber (may be purchased with an Added Timber Agreement):							
	BASSWOOD	PULP & BOLTS	19.00	Cd	6.67	126.73		
	RED MAPLE	PULP & BOLTS	16.00	Cd	10.68	170.88		
	ANY LISTED SPECIES	BIOMASS	184.00	Tons	0.65	119.60		

# **Mixed Species Description:**

Aspen Species Pulp & Bolts includes: Largetooth Aspen 2%; Trembling Aspen 98%.

# **Mixed Product Description:**

Aspen Species Pulp & Bolts includes: Bolts 5%; Pulpwood 95%. Basswood Pulp & Bolts includes: Bolts 27%; Pulpwood 73%. Red Maple Pulp & Bolts includes: Bolts 31%; Pulpwood 69%. Red Oak Pulp & Bolts includes: Bolts 49%; Pulpwood 51%.

# **Season of Operations:**

- Conduct felling and skidding on dry / frozen conditions soil conditions only, except with written permission from State.

#### Sale Conditions:

- Access is across state land.

# **Marketing Conditions:**

Sale is located 20 minutes west of Mora, MN in the Rum River State Forest. Sale is located right off the arctic trail in the Rum River State Forest.

#### **Price Adjustments:**

Road Construction Costs: +5% Haul Distance to Nearest Mill: 0%

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

# Appraiser:

Dallas Andrew Dickerson

(Appraisal ID 19738-0; Cutting Block ID 22826-0)

TRACT X2 COUNTY: MILLE LACS AREA: LITTLE FALLS AREA ACRES: 35.4

Permit Number: X019586 Expiration Date: 05/31/2027

Purchased By:
Address:

NESW,NWSE,NWSW,SENE,SWNE,SWSW of Section 23 - Township 40, Range 26W.

						APPRAISED		
5	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	ASPEN SPECIES	PULPWOOD	380.00	Cd	12.60	4,788.00	12.60	4,788.00
+	BASSWOOD	PULP & BOLTS	145.00	Cd	5.85	848.25	5.85	848.25
+	OAK SPECIES	PULP & BOLTS	130.00	Cd	16.56	2,152.80	16.56	2,152.80
+	MAPLE SPECIES	PULP & BOLTS	105.00	Cd	8.15	855.75	8.15	855.75
+	ASH	PULP & BOLTS	90.00	Cd	5.17	465.30	5.17	465.30
	PAPER BIRCH	PULPWOOD	5.00	Cd	7.20	36.00	7.20	36.00
+	· BID SPECIES *	SOLD ON APPRAISED VOLUME			AISED TOTAL = CE PAYMENT =	\$9,146.10 \$1,371.92	BID TOTA	AL = \$ 9,146.10

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

ANY LISTED SPECIES BIOMASS 500.00 Tons 0.65 325.00

# **Mixed Species Description:**

Aspen Species Pulpwood includes: Largetooth Aspen 30%; Trembling Aspen 70%.

Maple Species Pulp & Bolts includes: Red Maple 65%; Sugar Maple 35%.

Oak Species Pulp & Bolts includes: Bur Oak 75%; Red Oak 25%.

# **Mixed Product Description:**

Ash Pulp & Bolts includes: Bolts 25%; Pulpwood 75%.

Basswood Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

Maple Species Pulp & Bolts includes: Bolts 15%; Pulpwood 85%.

Oak 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.

#### Sale Conditions:

- Access is across state land.

# **Marketing Conditions:**

Sale is located in the Rum River State Forest and can be accessed from 2 locations. The West Side of the permit is best accessed off of the East Spur of the Rum River State Forest Road. The East half of the permit is best accessed off of County Road 20 North of 260th Street. The cutting areas are separated by a swamp.

#### **Price Adjustments:**

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

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

#### Appraiser:

Benjamin Raymond Froelich

(Appraisal ID 19727-0; Cutting Block ID 22682-0)

TRACT X3 COUNTY: MILLE LACS AREA: LITTLE FALLS AREA ACRES: 33.0

Permit Number: X019587 Expiration Date: 05/31/2027

Purchased By: Hennen Enterprises LLC

Address: 24031 133rd Street, Pierz, MN 56364

NESW,NWSE,NWSW,SENW,SESW,SWNE,SWNW of Section 28 - Township 40, Range 26W.

						APPRAISED		BID %: 0	
s	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE	
+	MAPLE SPECIES	PULP & BOLTS	245.00	Cd	9.40	2,303.00	9.40	2,303.00	
+	BASSWOOD	PULP & BOLTS	195.00	Cd	6.75	1,316.25	6.75	1,316.25	
+	BUR OAK	PULP & BOLTS	110.00	Cd	19.50	2,145.00	19.50	2,145.00	
+	RED OAK	PULP & BOLTS	110.00	Cd	19.50	2,145.00	19.50	2,145.00	
+	ASH	PULP & BOLTS	95.00	Cd	6.80	646.00	6.80	646.00	
+	ASPEN SPECIES	PULP & BOLTS	40.00	Cd	14.00	560.00	14.00	560.00	
	NORTHERN HARDWOODS	PULP & BOLTS	10.00	Cd	7.90	79.00	7.90	79.00	
+	BID SPECIES *	SOLD ON APPRAISED VOLUME		APPRAI	SED TOTAL =	\$9,194.25	BID TOTA	L = \$ 9,194.25	
			A	DVANCE	E PAYMENT =	\$1,379.14			

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

ANY LISTED SPECIES BIOMASS 465.00 Tons 0.65 302.25

# **Mixed Species Description:**

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

Maple Species Pulp & Bolts includes: Red Maple 35%; Sugar Maple 65%.

Northern Hardwoods Pulp & Bolts includes: American Elm 50%; Paper Birch 50%.

# **Mixed Product Description:**

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

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%. Northern Hardwoods Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.

Red Oak Pulp & Bolts includes: Bolts 50%; Pulpwood 50%.

# **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 in the Rum River State Forest near the end of the Kerwin Spur.

#### **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

# COMPLETED - DATA AS OF 10/11/2024

(Appraisal ID 19723-0; Cutting Block ID 22477-0)

TRACT X4 COUNTY: MILLE LACS AREA: LITTLE FALLS AREA ACRES: 61.1

Permit Number: X019588 Expiration Date: 05/31/2027

Purchased By: Timberline Trucking Inc.

Address: 11085 - 330th Street, Onamia, MN 56359

NENE, NESE, SENE of Section 27; SENW, SWNW of Section 26 - Township 42, Range 27W.

					APPRAISED		BID %: 90	
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	OAK SPECIES	PULP & BOLTS	750.00	Cd	18.53	13,897.50	35.21	26,407.50
	BASSWOOD	PULP & BOLTS	275.00	Cd	6.65	1,828.75	6.65	1,828.75
+	TREMBLING ASPEN	PULPWOOD	275.00	Cd	13.30	3,657.50	25.27	6,949.25
	MAPLE SPECIES	PULP & BOLTS	240.00	Cd	8.93	2,143.20	8.93	2,143.20
	ASH	PULP & BOLTS	100.00	Cd	5.46	546.00	5.46	546.00
	PAPER BIRCH	PULP & BOLTS	50.00	Cd	9.60	480.00	9.60	480.00
	+ BID SPECIES * SOLD	ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$22,552.95 \$3,382.94	BID TOTAI	_ = \$ 38,354.70

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

ANY LISTED SPECIES BIOMASS 1,033.00 Tons 0.65 671.45

# **Mixed Species Description:**

Maple Species Pulp & Bolts includes: Red Maple 68%; Sugar Maple 32%.

Oak Species Pulp & Bolts includes: Bur Oak 20%; Red Oak 80%.

# **Mixed Product Description:**

Ash Pulp & Bolts includes: Bolts 25%; Pulpwood 75%.
Basswood Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.
Maple Species Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.
Oak Species Pulp & Bolts includes: Bolts 50%; Pulpwood 50%.
Paper Birch Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

# **Marketing Conditions:**

Sale is located 3.5 miles northwest of Onamia on the Wulff forest road. Sale reduced 10% due to frozen winter access and operations.

#### **Price Adjustments:**

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

Stand Density: +5%

Operational Constraints: -10%

Other Price Factor: 0%

# Appraiser:

Timothy Michael Stai

(Appraisal ID 19715-0; Cutting Block ID 22808-0)

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 18, 2024

#### **LITTLE FALLS AREA**

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	ASH	195.00	Cd	6.11	1,192.00
	ASPEN SPECIES	257.00	Cd	14.59	3,749.90
	PAPER BIRCH	50.00	Cd	9.60	480.00
	MAPLE SPECIES	485.00	Cd	9.17	4,446.20
	NORTHERN HARDWOODS	10.00	Cd	7.90	79.00
	RED MAPLE (optional)	16.00	Cd	-	0.00
	BASSWOOD	470.00	Cd	6.69	3,145.00
	BASSWOOD (optional)	19.00	Cd	-	0.00
	OAK SPECIES	750.00	Cd	35.21	26,407.50
	RED OAK	207.00	Cd	19.90	4,119.92
	BUR OAK	110.00	Cd	19.50	2,145.00
PULPWOOD	TREMBLING ASPEN	275.00	Cd	25.27	6,949.25
BIOMASS	ANY LISTED SPECIES (optional)	1,682.00	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 2,844.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 36,912.02
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 52,713.77
TOTAL ACRES SOLD: 106.6

SOLD TRACT NUMBERS: 1, 3, 4
TOTAL NUMBER OF TRACTS SOLD: 3

SUMMARY FOR <u>UNSOLD</u> TRACTS  APPRAISED							
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	AVERAGE UNIT PRICE	APPRAISED \$ VALUE		
PULP & BOLTS	ASH	90.00	Cd	5.17	465.30		
	MAPLE SPECIES	105.00	Cd	8.15	855.75		
	BASSWOOD	145.00	Cd	5.85	848.25		
	OAK SPECIES	130.00	Cd	16.56	2,152.80		
PULPWOOD	ASPEN SPECIES	380.00	Cd	12.60	4,788.00		
	PAPER BIRCH	5.00	Cd	7.20	36.00		
BIOMASS	ANY LISTED SPECIES (optional)	500.00	Tons	0.65	325.00		

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 855.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 9,146.10
TOTAL ACRES UNSOLD: 35.4
UNSOLD TRACT NUMBER: 2

TOTAL NUMBER OF TRACTS UNSOLD: 1