

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 #1 ORAL BID

Notice is hereby given that I offered for sale at public auction in Onamia, MN at 10:00 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 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

10:00 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 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 18, 2025, at the following Area Headquarters: Little Falls Area.

TRACT B1 COUNTY: SHERBURNE

AREA: LITTLE FALLS AREA

Permit Number: B016136 Expiration Date: 05/31/2027

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

SENW, SWNE of Section 29 - Township 34, Range 27W.

					APPRAISED		BID %: 0	
S	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	NORWAY PINE	PULP & BOLTS	443.00	Cd	16.02	7,096.86	16.02	7,096.86
+	WHITE PINE	PULP & BOLTS	44.00	Cd	14.31	629.64	14.31	629.64
+	BID SPECIES	★ SOLD ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$7,726.50 \$1,158.98	BID TOTA	L = \$ 7,726.50

Optional Timber (may be purchased with an Added Timber Agreement):							
ANY LISTED SPECIES	BIOMASS	255.00 Tons	0.65	165.75			

Mixed Product Description:

Norway Pine Pulp & Bolts includes: Bolts 60%; Pulpwood 40%. White Pine Pulp & Bolts includes: Bolts 70%; Pulpwood 30%.

Season of Operations:

- Conduct sale operations on dry / frozen soil conditions only, except with written permission from State.
- No sale operations due to federally protected species allowed between May 1st July 14th and August 8th September 30th , without written permission from State.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Sale is located 1/4 mile east of County Road 5 down an existing logging road and is a 2nd thinning in 42 year old pine.

Price Adjustments:

Road Construction Costs: +10% Haul Distance to Nearest Mill: -15% Stand Density: -5% Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Jacob Jeffrey Wermerskirchen

(Appraisal ID 19141-0; Cutting Block ID 22814-0)

TRACT B2 COUNTY: MILLE LACS

AREA: LITTLE FALLS AREA

ACRES: 75.6

Permit Number: B016137 Expiration Date: 05/31/2027

Purchased By: Sappi Cloquet LLC

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

NENE, NESE, NWNE, SENE, SESE, SWSE of Section 13 - Township 39, Range 26W.

					APPR	APPRAISED) %: 0
-	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	ASPEN SPECIES	PULPWOOD	1,375.00	Cd	15.40	21,175.00	15.40	21,175.00
	MAPLE SPECIES	PULPWOOD	115.00	Cd	8.80	1,012.00	8.80	1,012.00
	BASSWOOD	PULPWOOD	70.00	Cd	5.50	385.00	5.50	385.00
	PAPER BIRCH	PULPWOOD	50.00	Cd	8.80	440.00	8.80	440.00
	ASH	PULP & BOLTS	40.00	Cd	6.33	253.20	6.33	253.20
	OAK SPECIES	PULP & BOLTS	15.00	Cd	19.03	285.45	19.03	285.45
	+ BID SPECIES	★ SOLD ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$23,550.65 \$3,532.60	BID TOTA	L = \$ 23,550.65

Optional Timber (may be purchased with an Added Timber Agreement):							
ANY LISTED SPECIES	BIOMASS	1,031.00 Tons	0.65	670.15			

Mixed Species Description:

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

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 25%; Pulpwood 75%. Oak Species Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

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 South end of Apple Street.

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 19724-0; Cutting Block ID 22563-0)

TRACT B3 COUNTY: TODD

AREA: LITTLE FALLS AREA

ACRES: 170.6

Permit Number: B016138 Expiration Date: 05/31/2027

Purchased By: Timberline Trucking Inc.

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

NENE,NESE,NWSE,SENE,SESE,SWNE of Section 16 - Township 131, Range 32W. NENE,NWSE,SESW,SWNE,SWSE of Section 16 - Township 131, Range 32W.

					APPRAISED		BID %: 0	
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	OAK SPECIES	PULP & BOLTS	747.00	Cd	18.40	13,744.80	18.40	13,744.80
+	ASPEN SPECIES	PULPWOOD	456.00	Cd	14.00	6,384.00	14.00	6,384.00
	BASSWOOD	PULP & BOLTS	250.00	Cd	6.07	1,517.50	6.07	1,517.50
	MAPLE SPECIES	PULP & BOLTS	149.00	Cd	9.13	1,360.37	9.13	1,360.37
	PAPER BIRCH	PULPWOOD	90.00	Cd	8.00	720.00	8.00	720.00
	ASH	PULPWOOD	22.00	Cd	4.00	88.00	4.00	88.00
	+ BID SPECIES *	SOLD ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$23,814.67 \$3,572.20	BID TOTA	L = \$ 23,814.67

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

ANY LISTED SPECIES	BIOMASS	455.00	Tons	0.65	295.75

Mixed Species Description:

Aspen Species Pulpwood includes: Largetooth Aspen 49%; Trembling Aspen 51%. Maple Species Pulp & Bolts includes: Red Maple 40%; Sugar Maple 60%. Oak Species Pulp & Bolts includes: Bur Oak 19%; Red Oak 81%.

Mixed Product Description:

Basswood Pulp & Bolts includes: Bolts 21%; Pulpwood 79%. Maple Species Pulp & Bolts includes: Bolts 16%; Pulpwood 84%. Oak Species Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

Cutting and Felling:

- Harvest all trees within a 80 foot radius of the center tree marked with a numeral number (Cutting Block 1).

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 state land (Cutting Blocks 1 and 2).
- Permission to cross private land must be obtained by permittee (Cutting Blocks 1 and 2).

Marketing Conditions:

Sale is approximately 7 miles west of the town of Cushing, MN

Price Adjustments:

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

Appraiser:

Andrew John Butler

(Appraisal ID 18900-0; Cutting Block ID 21897-0, 21896-0)

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

SUMMARY FOR SOLD TRACTS								
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE			
PULP & BOLTS	ASH	40.00	Cd	6.33	253.20			
	MAPLE SPECIES	149.00	Cd	9.13	1,360.37			
	BASSWOOD	250.00	Cd	6.07	1,517.50			
	OAK SPECIES	762.00	Cd	18.41	14,030.25			
	WHITE PINE	44.00	Cd	14.31	629.64			
	NORWAY PINE	443.00	Cd	16.02	7,096.86			
PULPWOOD	ASH	22.00	Cd	4.00	88.00			
	ASPEN SPECIES	1,831.00	Cd	15.05	27,559.00			
	PAPER BIRCH	140.00	Cd	8.29	1,160.00			
	MAPLE SPECIES	115.00	Cd	8.80	1,012.00			
	BASSWOOD	70.00	Cd	5.50	385.00			
BIOMASS	ANY LISTED SPECIES (optional)	1,741.00	Tons	-	0.00			
TOTAL AP	OTAL SOLD TRACTS CONVERTED TO CORDS PRAISED DOLLAR VALUE OF SOLD TRACTS AL BID-UP DOLLAR VALUE OF SOLD TRACTS TOTAL ACRES SOLD TOTAL NUMBER OF TRACTS SOLD	: \$ 55,091.82 : \$ 55,091.82 : 271.3						