

MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

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

STATUS: COMPLETED REGULAR AUCTION - SALE #1 ORAL BID

Notice is hereby given that I offered for sale at public auction in Willow River, MN at 10:00 AM on Tuesday, January 14, 2025, timber belonging to the State of Minnesota. All tracts were offered at the General Andrews Nursery in Willow River, 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

REGULAR AUCTION
ORAL BID TIMBER SALE
SANDSTONE AREA

10:00 AM on January 14, 2025 General Andrews Nursery in Willow River, 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'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 January 14, 2026, at the following Area Headquarters: Sandstone Area.

TRACT B1 COUNTY: PINE AREA: SANDSTONE AREA ACRES: 15.3

Permit Number: B016211 Expiration Date: 05/31/2029

Purchased By:
Address:

SESW of Section 1; NENW, SENW, SWNW of Section 12 - Township 41, Range 17W.

| | | | APP | APPRAISED | | | | |
|--|----------------------------|-----------|-------------------|----------------------|---------------|-----------------|--|--|
| SPECIES | PRODUCT | VOLUME UN | UNIT IIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE | | |
| + ASH | PULPWOOD | 172.00 Cd | 4.00 | 688.00 | 4.00 | 688.00 | | |
| + BID SPECIES | * SOLD ON APPRAISED VOLUME | | PRAISED TOTAL = | \$688.00 \$103.20 | BID TO | TAL = \$ 688.00 | | |
| Optional Timber (may be purchased with an Added Timber Agreement): | | | | | | | | |
| ANY LISTED | SPECIES BIOMASS | 130.72 To | ns 0.65 | 84.97 | | | | |

Season of Operations:

- Conduct sale operations on frozen soil conditions only, except with written permission from State.
- In order to avoid the unpermitted take of Blanding's turtles, forest management activities utilizing wheeled or tracked equipment must be conducted during the period of October 1 April 30 or during the period of July 15 August 7. These activities include, but are not limited to, timber harvest, road construction, and mechanical site prep. Hauling timber on roads and trails that existed prior to harvest is allowed at any time.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Sale is located inside the St. Croix State Forest, approximately 1.5 miles southeast of the Tamarack Forest Rd. on the MLT.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: -10% Other Price Factor: 0%

Appraiser:

Wade Krueger

(Appraisal ID 19752-0; Cutting Block ID 22730-0)

TRACT B2 COUNTY: PINE AREA: SANDSTONE AREA ACRES: 11.5

Permit Number: B016212 Expiration Date: 05/31/2028

Purchased By: CTP Chipping Inc.

Address: 53778 Fir Lane, Sandstone, MN 55072

NENE of Section 16 - Township 42, Range 17W.

| | | APPRAISED | | BID %: 22 | | | | |
|--|-------------|-------------------------|------------------------|---------------|------------------|--|--|--|
| SPECIES PRODUCT | VOLUME UNIT | UNIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE | | | |
| + ASPEN SPECIES PULPWOOD | 350.00 Cd | 17.60 | 6,160.00 | 21.47 | 7,514.50 | | | |
| + BID SPECIES * SOLD ON APPRAISED VOLUME | | ED TOTAL = PAYMENT = | \$6,160.00 \$924.00 | BID TOTA | AL = \$ 7,514.50 | | | |
| Optional Timber (may be purchased with an Added Timber Agreement): | | | | | | | | |
| ANY LISTED SPECIES BIOMASS | 207.90 Tons | 0.65 | 135.14 | | | | | |

Mixed Species Description:

Aspen Species Pulpwood includes: Largetooth Aspen 5%; Trembling Aspen 95%.

Season of Operations:

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

Sale Conditions:

- Access is across county and state land.

Marketing Conditions:

Access is off County Road 141 with approach already in place.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Andrew J. Kett

(Appraisal ID 19446-0; Cutting Block ID 22510-0)

TRACT B3 COUNTY: PINE AREA: SANDSTONE AREA ACRES: 108.1

Permit Number: B016213 Expiration Date: 05/31/2029

Purchased By: CTP Chipping Inc.

Address: 53778 Fir Lane, Sandstone, MN 55072

NWNW of Section 5 - Township 43, Range 16W.

NENW, NESW, NWNE, NWSE, SENE, SENW, SWNE of Section 32 - Township 44, Range 16W.

NESW,NWSW,SESW,SWSW of Section 32 - Township 44, Range 16W.

| | | | | | APPR | AISED | BID %: 0 | | |
|---|-----------------|--------------------------|----------|------------------------------------|-------|-----------|----------|--------------------------|--|
| | | | | | UNIT | | UNIT | | |
| | SPECIES | PRODUCT | VOLUME | UNIT | PRICE | \$ VALUE | PRICE | \$ VALUE | |
| + | ASPEN SPECIES | PULPWOOD | 1,657.00 | Cd | 16.80 | 27,837.60 | 16.80 | 27,837.60 | |
| + | MAPLE SPECIES | PULPWOOD | 765.00 | Cd | 9.45 | 7,229.25 | 9.45 | 7,229.25 | |
| + | BASSWOOD | PULPWOOD | 329.00 | Cd | 6.30 | 2,072.70 | 6.30 | 2,072.70 | |
| + | RED OAK | PULP & BOLTS | 306.00 | Cd | 23.39 | 7,157.34 | 23.39 | 7,157.34 | |
| | PAPER BIRCH | PULPWOOD | 76.00 | Cd | 9.45 | 718.20 | 9.45 | 718.20 | |
| | ASH | PULPWOOD | 21.00 | Cd | 5.25 | 110.25 | 5.25 | 110.25 | |
| _ | + BID SPECIES * | SOLD ON APPRAISED VOLUME | | APPRAISED TOTAL ADVANCE PAYMENT | | | | BID TOTAL = \$ 45,125.34 | |

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

ANY LISTED SPECIES BIOMASS 2,048.10 Tons 0.65 1,331.27

Mixed Species Description:

Aspen Species Pulpwood includes: Largetooth Aspen 15%; Trembling Aspen 85%.

Maple Species Pulpwood includes: Red Maple 15%; Sugar Maple 85%.

Mixed Product Description:

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

Season of Operations:

- Conduct sale operations on frozen soil conditions only, except with written permission from State (Cutting Blocks 1 and 2).
- In order to avoid the unpermitted take of species of concern, forest management activities must not take place between March 15th and September 30th (Cutting Blocks 1 and 2).

Sale Conditions:

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

Marketing Conditions:

Sale is located in the Nemadji State Forest off of the Park Forest Rd. Two block sale. Block one is an aspen clear-cut with scattered oak reserves. Block two is a seed-tree harvest with reserve seed-trees marked in yellow.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Wade Krueger

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

SANDSTONE 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: January 14, 2025

SANDSTONE AREA

| SUMMARY FOR <u>SOLD</u> TRACTS | | | | | | |
|--------------------------------|-------------------------------|-----------------|------|-------------------------|---------------------------|--|
| PRODUCT | SPECIES | TOTAL VOLUME | UNIT | SOLD AVERAGE UNIT PRICE | TOTAL SOLD \$ VALUE | |
| PULP & BOLTS | RED OAK | 306.00 | Cd | 23.39 | 7,157.34 | |
| PULPWOOD | ASH | 21.00 | Cd | 5.25 | 110.25 | |
| | ASPEN SPECIES | 2,007.00 | Cd | 17.61 | 35,352.10 | |
| | PAPER BIRCH | 76.00 | Cd | 9.45 | 718.20 | |
| | MAPLE SPECIES | 765.00 | Cd | 9.45 | 7,229.25 | |
| | BASSWOOD | 329.00 | Cd | 6.30 | 2,072.70 | |
| BIOMASS | ANY LISTED SPECIES (optional) | 2,256.00 | Tons | - | 0.00 | |

TOTAL SOLD TRACTS CONVERTED TO CORDS: 3,504.00

TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$51,285.34

TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$52,639.84

TOTAL ACRES SOLD: 119.6

SOLD TRACT NUMBERS: 2, 3

TOTAL NUMBER OF TRACTS SOLD: 2

| SUMMARY FOR <u>UNSOLD</u> TRACTS | | | | | | |
|----------------------------------|-------------------------------|-----------------|------|-----------------------|-----------------------|--|
| | | TOTAL | | APPRAISED | 400041050 | |
| PRODUCT | SPECIES | TOTAL VOLUME | UNIT | AVERAGE UNIT PRICE | APPRAISED \$ VALUE | |
| PULPWOOD | ASH | 172.00 | Cd | 4.00 | 688.00 | |
| BIOMASS | ANY LISTED SPECIES (optional) | 130.72 | Tons | 0.65 | 84.97 | |

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 172.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$688.00
TOTAL ACRES UNSOLD: 15.3
UNSOLD TRACT NUMBER: 1

TOTAL NUMBER OF TRACTS UNSOLD: 1