

MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

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

STATUS: COMPLETED REGULAR AUCTION - SALE #1 ORAL BID

Notice is hereby given that I offered for sale at public auction in Backus, MN at 9:30 AM on Wednesday, May 21, 2025, timber belonging to the State of Minnesota. All tracts were offered at the Cass County Land Department in Backus, 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
BACKUS AREA

9:30 AM on May 21, 2025 Cass County Land Department in Backus, 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 May 21, 2026, at the following Area Headquarters: Backus Area.

TRACT B1 COUNTY: CROW WING AREA: BACKUS AREA ACRES: 51.4

Permit Number: B016259 Expiration Date: 05/31/2028

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

NENW, NWNW, SENW, SWNW of Section 16 - Township 136, Range 27W.

					APPRAISED		BID %: 0	
S	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	NORWAY PINE	WOODSRUN MIXED PRODUCTS	1,728.00	Cd	36.81	63,607.68	36.81	63,607.68
	OAK SPECIES	PULP & BOLTS	182.00	Cd	16.85	3,066.70	16.85	3,066.70
	TREMBLING ASPEN	PULPWOOD	158.00	Cd	20.90	3,302.20	20.90	3,302.20
	JACK PINE	PULP & BOLTS	34.00	Cd	16.06	546.04	16.06	546.04
	NORTHERN HARDWOODS	PULPWOOD	29.00	Cd	11.00	319.00	11.00	319.00
+	BID SPECIES * SOLD	ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$70,841.62 \$10,626.24	BID TOTA	L = \$ 70,841.62

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

ANY LISTED SPECIES BIOMASS 937.00 Tons 0.65 609.05

Mixed Species Description:

Northern Hardwoods Pulpwood includes: Paper Birch 21%; Red Maple 79%.

Oak Species Pulp & Bolts includes: Bur Oak 6%; Red Oak 94%.

Mixed Product Description:

Jack Pine Pulp & Bolts includes: Bolts 43%; Pulpwood 57%.

Norway Pine Woodsrun Mixed Products includes: Bolts 32%; Pulpwood 30%; Sawtimber (Softwood Only) 38%.

Oak Species Pulp & Bolts includes: Bolts 12%; Pulpwood 88%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

This sale is located approximately 6 miles south of Crosslake, MN along East Horseshoe Lake Road.

Cutting Area 1 consists of a large block of Norway pine to be clearcut and cutting areas 2&3 are aspen/oak blocks to be clearcut also.

Price Adjustments:

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

Stand Density: +10%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

William H. Salo

TRACT B2 COUNTY: CROW WING AREA: BACKUS AREA ACRES: 49.0

Permit Number: B016260 Expiration Date: 05/31/2028

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

NENW,NWNW,NWSE,NWSW,SENW,SESW,SWNW,SWSE,SWSW of Section 16 - Township 137, Range

26W.

					APPRAISED		BID %: 0	
S	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	NORWAY PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	1,565.00	Cd	63.60	99,534.00	63.60	99,534.00
	PAPER BIRCH	PULPWOOD	102.00	Cd	12.00	1,224.00	12.00	1,224.00
	BALSAM FIR	PULPWOOD	65.00	Cd	6.00	390.00	6.00	390.00
	ASPEN SPECIES	PULP & BOLTS	60.00	Cd	22.80	1,368.00	22.80	1,368.00
	WHITE SPRUCE	PULP & BOLTS	30.00	Cd	15.60	468.00	15.60	468.00
	NORTHERN HARDWOODS	PULPWOOD	28.00	Cd	14.64	409.92	14.64	409.92
	JACK PINE	PULP & BOLTS	7.00	Cd	10.80	75.60	10.80	75.60
+	BID SPECIES	* SOLD ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$103,469.52 \$15,520.43	BID TOTAL	_ = \$ 103,469.52

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

ANY LISTED SPECIES BIOMASS 775.00 Tons 0.65 503.75

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Largetooth Aspen 70%; Trembling Aspen 30%. Northern Hardwoods Pulpwood includes: Bur Oak 30%; Red Maple 45%; Red Oak 25%.

Mixed Product Description:

Aspen Species Pulp & Bolts includes: Bolts 15%; Pulpwood 85%. Jack Pine Pulp & Bolts includes: Bolts 15%; Pulpwood 85%.

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 17%; Pulpwood 11%; Sawtimber (Softwood Only) 72%.

White Spruce Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

Cutting and Felling:

- Harvest all Norway pine, jack pine, oak species, balsam fir, paper birch, red maple, aspen species, and white spruce.

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 75 feet away from standing timber.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Sale is located 3 miles south of Emily. There is access roads from the north and south. For the north access turn off of HWY 6 onto Fletcher Rd which is 2.5 miles south of Emily. .5 miles down fletcher it turns into Darsnek Rd. For the south access turn off of HWY 6 on to Cass County Rd 36. 2.25 miles down 36 take a turn onto Dolney lake Rd. Take Dolney lake road .5 miles and take a right onto Darsnek Rd.

^{+10%} for access road construction as there are roads and established skid trails. Little to no dozer work necessary for the sale.

Norway Pine is 72% sawtimber.

Price Adjustments:

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

Stand Density: +10%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Beau Winkler

(Appraisal ID 20044-0; Cutting Block ID 23168-0)

TRACT B3 COUNTY: CASS AREA: BACKUS AREA ACRES: 112.0

Permit Number: B016261 Expiration Date: 05/31/2029

Purchased By: Haverinen Brothers Logging

Address: 10097 350th St, Menahga, MN 56464

NESE, NWSE, SENE, SESE, SESW, SWSE of Section 19; GL01, NENE, NENW, NWNE, SENE, SENW, SWNE of

Section 30; NESW,NWSW,SESW,SWNW,SWSW of Section 20 - Township 137, Range 31W.

					APPRAISED		BID %: 0	
S	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	OAK SPECIES	PULP & BOLTS	1,179.00	Cd	18.74	22,094.46	18.74	22,094.46
+	BASSWOOD	PULP & BOLTS	504.00	Cd	10.08	5,080.32	10.08	5,080.32
+	PAPER BIRCH	PULP & BOLTS	411.00	Cd	13.95	5,733.45	13.95	5,733.45
+	ASPEN SPECIES	PULPWOOD	383.00	Cd	17.10	6,549.30	17.10	6,549.30
+	MAPLE SPECIES	PULPWOOD	267.00	Cd	9.00	2,403.00	9.00	2,403.00
	ASH	PULP & BOLTS	53.00	Cd	10.26	543.78	10.26	543.78
	NORWAY PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	28.00	Cd	47.70	1,335.60	47.70	1,335.60
+	BID SPECIES * \$	SOLD ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$43,739.91 \$6,560.99	BID TOTA	L = \$ 43,739.91

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

ANY LISTED SPECIES BIOMASS 2,071.00 Tons 0.65 1,346.15

Mixed Species Description:

Aspen Species Pulpwood includes: Largetooth Aspen 50%; Trembling Aspen 50%.

Maple Species Pulpwood includes: Red Maple 50%; Sugar Maple 50%.

Oak Species Pulp & Bolts includes: Bur Oak 1%; Red Oak 99%.

Mixed Product Description:

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

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

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 20%; Pulpwood 15%; Sawtimber (Softwood Only) 65%.

Oak Species Pulp & Bolts includes: Bolts 62%; Pulpwood 38%. Paper Birch Pulp & Bolts includes: Bolts 55%; Pulpwood 45%.

Cutting and Felling:

- Harvest all unmarked aspen species, oak species, maple species, basswood, ash, Norway pine, and paper birch.

Season of Operations:

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

Site, Soil, and Water Protection:

- Garlic mustard infestations occur on the access trails to this sale. During snow-free conditions, all equipment must be washed before leaving sale as directed by TSA.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

This sale is a Shelterwood harvest with marked residual trees to work around. It is located 12 miles West of Pine River MN in the Foot Hills State Forest which contains steep rolling topography and many wetlands.

This permit contains ash as a harvest species and at the time of this sale is within the ash quarantine area. An MDA Compliance Agreement will be required to transport ash outside of the quarantine area.

05/21/2025 REGULAR AUCTION - SALE #1

It is highly recommended that the sale is looked at prior to purchase.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Amelia Knoll

(Appraisal ID 20239-0; Cutting Block ID 23352-0)

TRACT B4 COUNTY: CASS AREA: BACKUS AREA ACRES: 6.6

Permit Number: B016262 Expiration Date: 05/31/2029

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

SESW of Section 28 - Township 137, Range 32W.

				APPRAISED		BID %: 0		
SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	PRICE	\$ VALUE	
+ NORWAY PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	390.00	Cd	53.00	20,670.00	53.00	20,670.00	
NORTHERN HARDWOODS	PULPWOOD	10.00	Cd	14.77	147.70	14.77	147.70	
+ BID SPECIES * SOL	D ON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$20,817.70 \$3,122.66	BID TOTA	L = \$ 20,817.70	
Optional Timber (may be purchased with an Added Timber Agreement):								
ANY LISTED SPECIES	BIOMASS	100.00	Tons	0.65	65.00			

Mixed Species Description:

Northern Hardwoods Pulpwood includes: Bur Oak 50%; Paper Birch 12%; Red Oak 13%; Trembling Aspen 25%.

Mixed Product Description:

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 45%; Pulpwood 15%; Sawtimber (Softwood Only) 40%.

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 off Hwy 20, 4 miles west of Spider Lake.

Access with require about 1 mile of swamp to be froze.

Price Adjustments:

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

Stand Density: +10%

Operational Constraints: -10%

Other Price Factor: 0%

Appraiser:

Brody J. Geiselman

(Appraisal ID 20107-0; Cutting Block ID 23276-0)

TRACT B5 COUNTY: CROW WING AREA: BACKUS AREA ACRES: 90.8

Permit Number: B016263 Expiration Date: 05/31/2029

Purchased By:
Address:

NESW,NWSE,SENW,SESW,SWSE of Section 22 - Township 138, Range 29W.

S	PECIES	PRODUCT	VOLUME	UNIT	APPR UNIT PRICE	\$ VALUE	BID: UNIT PRICE	\$ VALUE
+	ASPEN SPECIES	PULP & BOLTS	1,405.00	Cd	16.15	22,690.75	16.15	22,690.75
+	OAK SPECIES	PULP & BOLTS	1,075.00	Cd	15.64	16,813.00	15.64	16,813.00
	NORTHERN HARDWOODS	PULP & BOLTS	55.00	Cd	8.71	479.05	8.71	479.05
	NORWAY PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	15.00	Cd	45.05	675.75	45.05	675.75
+	BID SPECIES * SC	OLD ON APPRAISED VOLUME			ISED TOTAL = E PAYMENT =	\$40,658.55 \$6,098.78	BID TOTA	L = \$ 40,658.55

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

ANY LISTED SPECIES BIOMASS 1,360.00 Tons 0.65 884.00

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Largetooth Aspen 5%; Trembling Aspen 95%. Northern Hardwoods Pulp & Bolts includes: Ash 64%; Paper Birch 18%; Red Maple 18%.

Oak Species Pulp & Bolts includes: Bur Oak 88%; Red Oak 12%.

Mixed Product Description:

Aspen Species Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

Northern Hardwoods Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 20%; Pulpwood 5%; Sawtimber (Softwood Only) 75%.

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.
- Timber harvesting activities utilizing wheeled or tracked equipment must be conducted during the period of October 1st April 30th or during the period of July 15th August 7th due to a known endangered, threatened, or special concern species occurrence. Hauling timber on roads and trails that existed prior to harvest is allowed at any time.

Sale Conditions:

- Access is across State and County land, or State and private land.
- Permission to cross County and private land must be obtained by permittee.

Marketing Conditions:

Sale is located 1.5 miles east of the Barclay Town hall.

Sale consists of two clearcut areas, as well as, two smaller thinnings.

Between the two main cutting areas, a temporary bridge will need to be put in place.

This permit contains ash as a harvest species and at the time of this sale is within the Ash quarantine area. A MDA Compliance Agreement will be required to transport ash outside of the quarantine area.

Price Adjustments:

Road Construction Costs: -10%

05/21/2025 REGULAR AUCTION - SALE #1

Haul Distance to Nearest Mill: 0% Stand Density: +5%

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

Appraiser:

Brody J. Geiselman

(Appraisal ID 20079-0; Cutting Block ID 23237-0)

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

BACKUS 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 21, 2025

BACKUS AREA

	SUMMARY FOR S	OLD TRACTS			
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	ASH	53.00	Cd	10.26	543.78
	ASPEN SPECIES	60.00	Cd	22.80	1,368.00
	PAPER BIRCH	411.00	Cd	13.95	5,733.45
	BASSWOOD	504.00	Cd	10.08	5,080.32
	OAK SPECIES	1,361.00	Cd	18.49	25,161.16
	JACK PINE	41.00	Cd	15.16	621.64
	WHITE SPRUCE	30.00	Cd	15.60	468.00
WOODSRUN MIXED PRODUCTS	NORWAY PINE	1,728.00	Cd	36.81	63,607.68
PULPWOOD	ASPEN SPECIES	383.00	Cd	17.10	6,549.30
	TREMBLING ASPEN	158.00	Cd	20.90	3,302.20
	PAPER BIRCH	102.00	Cd	12.00	1,224.00
	MAPLE SPECIES	267.00	Cd	9.00	2,403.00
	NORTHERN HARDWOODS	67.00	Cd	13.08	876.62
	BALSAM FIR	65.00	Cd	6.00	390.00
BIOMASS	ANY LISTED SPECIES (optional)	3,883.00	Tons	-	0.00
WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	NORWAY PINE	1,983.00	Cd	61.29	121,539.60

TOTAL SOLD TRACTS CONVERTED TO CORDS: 7,213.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 238,868.75
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 238,868.75
TOTAL ACRES SOLD: 219.0
SOLD TRACT NUMBERS: 1, 2, 3, 4

TOTAL NUMBER OF TRACTS SOLD: 4

SUMMARY FOR <u>UNSOLD</u> TRACTS									
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE				
PULP & BOLTS	ASPEN SPECIES	1,405.00	Cd	16.15	22,690.75				
	NORTHERN HARDWOODS	55.00	Cd	8.71	479.05				
	OAK SPECIES	1,075.00	Cd	15.64	16,813.00				
BIOMASS	ANY LISTED SPECIES (optional)	1,360.00	Tons	0.65	884.00				
WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	NORWAY PINE	15.00	Cd	45.05	675.75				

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 2,550.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$40,658.55
TOTAL ACRES UNSOLD: 90.8

UNSOLD TRACT NUMBER: 5
TOTAL NUMBER OF TRACTS UNSOLD: 1