

MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

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

STATUS: COMPLETED REGULAR AUCTION - SALE #3 ORAL BID

Notice is hereby given that I offered for sale at public auction in Kellogg, MN at 10:00 AM on Wednesday, May 28, 2025, timber belonging to the State of Minnesota. All tracts were offered at the Kellogg City Park in Kellogg, 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
LEWISTON AREA

10:00 AM on May 28, 2025 Kellogg City Park in Kellogg, 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 28, 2026, at the following Area Headquarters: Lewiston Area.

TRACT B1 COUNTY: HOUSTON AREA: LEWISTON AREA ACRES: 38.6

Permit Number: B016297 Expiration Date: 07/15/2028

Purchased By:
Address:

NESW,SESW of Section 15; SENE of Section 22; NESE of Section 16 - Township 102, Range 4W.

S	SPECIES	PRODUCT	VOLUME	UNIT	APPR UNIT PRICE	\$ VALUE	BID: UNIT PRICE	\$ VALUE
+	NORWAY PINE	PULP & BOLTS	231.00	Cd	10.68	2,467.08	10.68	2,467.08
+	WHITE PINE	PULP & BOLTS	130.00	Cd	7.77	1,010.10	7.77	1,010.10
	WHITE SPRUCE	PULP & BOLTS	8.00	Cd	7.81	62.48	7.81	62.48
+	- BID SPECIES *	SOLD ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$3,539.66 \$530.95	BID TOTA	L = \$ 3,539.66

Mixed Product Description:

Norway Pine Pulp & Bolts includes: Bolts 69%; Pulpwood 31%. White Pine Pulp & Bolts includes: Bolts 61%; Pulpwood 39%. White Spruce Pulp & Bolts includes: Bolts 64%; Pulpwood 36%.

Season of Operations:

- Conduct sale operations on dry / frozen soil conditions only, except with written permission from State.
- No sale operations allowed between April 15th and October 20th due to endangered and threatened species.

Sale Conditions:

- Access is across state and private land.
- Permission to cross private land must be obtained by permittee.

Marketing Conditions:

Sale is located approximately 5 miles south of Brownsville, MN.

Price Adjustments:

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

Stand Density: -10%

Operational Constraints: -10%

Other Price Factor: 0%

Appraiser:

John Bouldin Smorstad

(Appraisal ID 19737-0; Cutting Block ID 22824-0)

TRACT B2 COUNTY: HOUSTON AREA: LEWISTON AREA ACRES: 45.0

Permit Number: B016298 Expiration Date: 07/15/2028

Purchased By: Konkel Forest Products Inc.

Address: 655 Main StrPO Box 159, New Albin, IA 52160

NENW, NWNE, SENW of Section 16 - Township 102, Range 4W.

				APPRAISED		BID %: 20	
SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+* WHITE OAK	SAWLOGS / VENEER	35.00	MBF	189.99	6,649.65	227.99	7,979.65
+* RED OAK	SAWLOGS / VENEER	31.00	MBF	234.11	7,257.41	280.93	8,708.83
+* BLACK OAK	SAWTIMBER (HARDWOOD ONLY)	28.00	MBF	164.88	4,616.64	197.86	5,540.08
* BASSWOOD	SAWTIMBER (HARDWOOD ONLY)	4.00	MBF	63.31	253.24	63.31	253.24
* SHAGBARK HICKORY	SAWTIMBER (HARDWOOD ONLY)	4.00	MBF	98.12	392.48	98.12	392.48
* MIXED HARDWOODS	SAWTIMBER (HARDWOOD ONLY)	2.00	MBF	125.48	250.96	125.48	250.96
+ BID SPECIES * SOLD	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$19,420.38 \$2,913.06	BID TOTA	L = \$ 23,125.24

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

* MIXED HARDWOODS PULPWOOD 52.00 Cd 13.33 693.16

Mixed Species Description:

Mixed Hardwoods Pulpwood includes: Basswood 5%; Black Oak 27%; Red Oak 30%; Shagbark Hickory 4%; White Oak 34%.

Mixed Hardwoods Sawtimber (Hardwood Only) includes: American Elm 26%; Black Cherry 44%; Bur Oak 30%.

Mixed Product Description:

Basswood Sawtimber (Hardwood Only) includes: Bolts 1%; Sawlog-Grade 1 (Hardwood) 33%; Sawlog-Grade 2 (Hardwood) 66%.

Black Oak Sawtimber (Hardwood Only) includes: Bolts 4%; Sawlog-Grade 1 (Hardwood) 32%; Sawlog-Grade 2 (Hardwood) 64%.

Mixed Hardwoods Sawtimber (Hardwood Only) includes: Sawlog-Grade 1 (Hardwood) 11%; Sawlog-Grade 2 (Hardwood) 89%.

Red Oak Sawlogs / Veneer includes: Bolts 3%; Prime (Hardwood) 2%; Sawlog-Grade 1 (Hardwood) 53%; Sawlog-Grade 2 (Hardwood) 42%.

Shagbark Hickory Sawtimber (Hardwood Only) includes: Bolts 2%; Sawlog-Grade 1 (Hardwood) 30%; Sawlog-Grade 2 (Hardwood) 68%.

White Oak Sawlogs / Veneer includes: Bolts 8%; Prime (Hardwood) 1%; Sawlog-Grade 1 (Hardwood) 22%; Sawlog-Grade 2 (Hardwood) 69%.

Season of Operations:

- Conduct sale operations on dry/frozen soil conditions only, except with written permission from State.
- Harvest operations allowed from October 15th to March 31st. No operations allowed from April 1st to October 14th due to presence of state listed species.

Sale Conditions:

- Access is across private land.
- Permission to cross private land must be obtained by permittee.

Marketing Conditions:

Tree count is as follows:

White oak - 191
Black oak - 114
Red oak - 95
Shagbark Hickory - 22
Basswood - 16
Cherry - 4
Elm - 4
Bur Oak - 4

This is a Sold on Appraised Volume sale (SOAV). State law requires DNR appraisers to meet accuracy standards set by the Commissioner. To ensure these are being met, the Timber Administrator (TSA) has the option to scale any or all of the wood products from this permit before they are removed from the permit landing, or require the completion of the DNR Report of Timber Cut and Removed, or request copies of any mill tally or load receipts.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Jason C. Bland

(Appraisal ID 20389-0; Cutting Block ID 23572-0)

TRACT B3 COUNTY: WABASHA AREA: LEWISTON AREA ACRES: 33.2

Permit Number: B016299 Expiration Date: 07/15/2026

Purchased By:
Address:

NENW, NWNW of Section 30 - Township 109, Range 9W.

					APPRAISED		BID:	
SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE _	\$ VALUE	UNIT PRICE	\$ VALUE	
+* RED OAK	SAWLOGS / VENEER	76.80	MBF	96.90	7,441.92	96.90	7,441.92	
* BASSWOOD	SAWLOGS / VENEER	10.50	MBF	30.17	316.79	30.17	316.79	
* CENTRAL HARDWOODS	SAWTIMBER (HARDWOOD ONLY)	7.20	MBF	51.35	369.72	51.35	369.72	
* BUR OAK	SAWTIMBER (HARDWOOD ONLY)	5.00	MBF	56.62	283.10	56.62	283.10	
+* BLACK WALNUT	SAWLOGS / VENEER	3.00	MBF	2,006.00	6,018.00	2,006.00	6,018.00	
* HACKBERRY	SAWTIMBER (HARDWOOD ONLY)	2.80	MBF	25.91	72.55	25.91	72.55	
+ BID SPECIES * SOL	D ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$14,502.08 \$2,175.31	BID TOTA	L = \$ 14,502.08	

Mixed Species Description:

Central Hardwoods Sawtimber (Hardwood Only) includes: American Elm 26%; Black Cherry 3%; Black Oak 32%; Cottonwood 4%; Largetooth Aspen 11%; Paper Birch 4%; Shagbark Hickory 19%; Sugar Maple 1%.

Mixed Product Description:

Basswood Sawlogs / Veneer includes: Bolts 24%; Prime (Hardwood) 2%; Sawlog-Grade 1 (Hardwood) 14%; Sawlog-Grade 2 (Hardwood) 60%.

Black Walnut Sawlogs / Veneer includes: Prime (Hardwood) 29%; Sawlog-Grade 1 (Hardwood) 29%; Sawlog-Grade 2 (Hardwood) 36%; Sawlog-Grade 3 (Hardwood) 6%.

Bur Oak Sawtimber (Hardwood Only) includes: Bolts 44%; Sawlog-Grade 1 (Hardwood) 3%; Sawlog-Grade 2 (Hardwood) 53%.

Central Hardwoods Sawtimber (Hardwood Only) includes: Bolts 22%; Sawlog-Grade 1 (Hardwood) 35%; Sawlog-Grade 2 (Hardwood) 43%.

Hackberry Sawtimber (Hardwood Only) includes: Bolts 36%; Sawlog-Grade 1 (Hardwood) 10%; Sawlog-Grade 2 (Hardwood) 54%.

Red Oak Sawlogs / Veneer includes: Bolts 28%; Sawlog-Grade 1 (Hardwood) 21%; Sawlog-Grade 2 (Hardwood) 48%; Sawlog-Grade 3 1%; Select (Hardwood) 2%.

Season of Operations:

- Threatened and Endangered species may use this area. No sale operations allowed from April 1 to October 15.

Landings, Roads, and Trails:

- No new logging roads shall be constructed.

Sale Conditions:

- Access is across State and private land.
- Permission to cross private land must be obtained by permittee.
- The sale will expire July 15, 2026 due to silvicultural reasons.

Marketing Conditions:

7 walnut, 474 Red Oak, 94 Basswood, 49 Bur Oak, 27 Elm, 24 Hackberry, 21 Black Oak, 18 Shagbark Hickory, 9 Paper Birch, 4 Bigtooth Aspen, 2 Cherry, 2 Sugar Maple, 1 Cottonwood

This is a Sold on Appraised Volume sale (SOAV). State law requires DNR appraisers to meet accuracy standards set by the Commissioner. To ensure these are being met, the Timber Administrator (TSA) has the option to scale any or all of the wood

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products from this permit before they are removed from the permit landing, or require the completion of the DNR Report of Timber Cut and Removed, or request copies of any mill tally or load receipts.

Price Adjustments:

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

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: -45% (Reoffer)

Appraiser:

Mark A. Miller

(Appraisal ID 19625-0; Cutting Block ID 22587-0)

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

LEWISTON 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 28, 2025

LEWISTON AREA

SUMMARY FOR <u>SOLD</u> TRACTS								
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE			
PULPWOOD	MIXED HARDWOODS (optional)	52.00	Cd	-	0.00			
SAWLOGS / VENEER	RED OAK WHITE OAK	31.00 35.00		280.93 227.99	8,708.83 7,979.65			
SAWTIMBER (HARDWOOD ONLY)	BASSWOOD BLACK OAK SHAGBARK HICKORY MIXED HARDWOODS	28.00 4.00		63.31 197.86 98.12 125.48	253.24 5,540.08 392.48 250.96			

TOTAL SOLD TRACTS CONVERTED TO CORDS: 260.00

TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 19,420.38

TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 23,125.24

TOTAL ACRES SOLD: 45.0

SOLD TRACT NUMBER: 2
TOTAL NUMBER OF TRACTS SOLD: 1

SUMMARY FOR <u>UNSOLD</u> TRACTS								
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE			
PULP & BOLTS	WHITE PINE	130.00	Cd	7.77	1,010.10			
	NORWAY PINE	231.00	Cd	10.68	2,467.08			
	WHITE SPRUCE	8.00	Cd	7.81	62.48			
SAWLOGS / VENEER	BASSWOOD	10.50	MBF	30.17	316.79			
	BLACK WALNUT	3.00	MBF	2,006.00	6,018.00			
	RED OAK	76.80	MBF	96.90	7,441.92			
SAWTIMBER (HARDWOOD	BUR OAK	5.00	MBF	56.62	283.10			
ONLY)	CENTRAL HARDWOODS	7.20	MBF	51.35	369.72			
	HACKBERRY	2.80	MBF	25.91	72.55			

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 579.60

TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$18,041.74

TOTAL ACRES UNSOLD: 71.8

UNSOLD TRACT NUMBERS: 1, 3

TOTAL NUMBER OF TRACTS UNSOLD: 2