



MINNESOTA DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF FORESTRY

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

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**STATUS: COMPLETED**  
**REGULAR AUCTION - SALE #1**  
**SEALED BID**

Notice is hereby given that I offered for sale by sealed bid auction, timber belonging to the State of Minnesota. Bid forms were required to be submitted at the address listed on the bid form prior to 10:00 AM on Tuesday, January 12, 2021. All tracts were awarded at the General Andrews Training Center at 11:00am on 1/12/2021 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 DNR is Certified to the Sustainable Forestry Initiative® and/or the Forest Stewardship Council®.  
For information on our certificates go to [mndnr.gov/forestry/certification/certificates.html](http://mndnr.gov/forestry/certification/certificates.html)



MINNESOTA DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF FORESTRY  
REGULAR AUCTION  
SEALED BID TIMBER SALE  
SANDSTONE AREA

**SEALED BIDS MUST BE RECEIVED PRIOR TO  
10:00 AM on January 12, 2021**

**Bids will be awarded at the following location:**

**General Andrews Training Center at 11:00am on 1/12/2021 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. Bids must be submitted on bid forms provided by the State, all bids must be submitted in one or more envelopes, the envelopes should be marked with the auction name. Bid forms may be obtained online at <https://www.dnr.state.mn.us/forestry/timbersales/calendar.html> or from the Forestry Area Office(s) listed above. Bids may be submitted by mail or in person at any time during regular business hours prior to the bid submission deadline (10:00 AM on January 12, 2021). 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)].

**ADVANCE PAYMENT**

- The advance payment of fifteen (15) percent of the appraised value of the timber is due within fourteen (14) days from the bid opening date. Advance payments will not be accepted with the bid. Failure to provide the advance payment within 14 days of the bid opening date will result in forfeiture of the permit and the purchaser will be held liable for the advance payment. The successful bidders's advance payment will be kept on deposit by the State and applied against any billings for timber.

**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 an advance payment and bid guarantee. Security can be furnished in the following forms: Corporate surety bond, 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 advance 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 advance 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 12, 2022, at the following Area Headquarters: Sandstone Area.

**TRACT B1**

**COUNTY: PINE**

**AREA: SANDSTONE AREA**

**ACRES: 94.4**

Permit Number: B014926  
Expiration Date: 05/31/2024

Purchased By:  
Address:

**UNSOLD**

NESW,NWSW,SENE,SWSW of Section 35 - Township 44, Range 16W.  
NENW,NWNW,SENW,SWNW of Section 35 - Township 44, Range 16W.  
NESE,NWSE,SESE,SWSE of Section 34; NWSW,SWSW of Section 35 - Township 44, Range 16W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID:	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASH	WOODSRUN MIXED PRODUCTS	956.00	Cd	10.80	10,324.80	10.80	10,324.80
+ RED MAPLE	PULP & BOLTS	288.00	Cd	8.46	2,436.48	8.46	2,436.48
+ RED OAK	WOODSRUN MIXED PRODUCTS	158.00	Cd	18.16	2,869.28	18.16	2,869.28
	PAPER BIRCH	133.00	Cd	8.73	1,161.09	8.73	1,161.09
	TREMBLING ASPEN	96.00	Cd	11.20	1,075.20	11.20	1,075.20

+ BID SPECIES \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$17,866.85  
ADVANCE PAYMENT = \$2,680.03  
BID TOTAL = \$ 17,866.85

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

BASSWOOD	WOODSRUN MIXED PRODUCTS	172.00	Cd	8.00	1,376.00		
BALSAM FIR	PULPWOOD	20.00	Cd	5.60	112.00		

**Mixed Product Description:**

Ash Woodsrun Mixed Products includes: Bolts 27%; Pulpwood 60%; Sawlog-Grade 1 (Hardwood) 8%; Sawlog-Grade 2 (Hardwood) 4%; Sawlog-Grade 3 (Hardwood) 1%.  
Basswood Woodsrun Mixed Products includes: Bolts 26%; Pulpwood 57%; Sawlog-Grade 1 (Hardwood) 4%; Sawlog-Grade 2 (Hardwood) 3%; Sawlog-Grade 3 (Hardwood) 9%.  
Paper Birch Pulp & Bolts includes: Bolts 24%; Pulpwood 76%.  
Red Maple Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.  
Red Oak Woodsrun Mixed Products includes: Bolts 13%; Pulpwood 69%; Sawlog-Grade 2 (Hardwood) 10%; Sawlog-Grade 3 (Hardwood) 8%.

**Cutting and Felling:**

- Block 2 (Ash Block) is optional, as is Baswood and Balsam Fir (Cutting Blocks 1, 2, and 3).

**Season of Operations:**

- Conduct sale operations on frozen soil conditions only, except with written permission from State (Cutting Blocks 1, 2, and 3).  
- Frozen ground access only (Cutting Blocks 1, 2, and 3).

**Sale Conditions:**

- Access is across State land (Cutting Blocks 1, 2, and 3).

**Marketing Conditions:**

Block 2 is an Ash harvest, and is optional.  
Basswood on blocks 1 and 3 is optional, as well as Balsam Fir on block 3.  
If optional Basswood is not purchased, more of the sale area will resemble a selective thinning. Basswood is 4 cords per acre on block 1, and 2 cords per acre on block 3. To view the sale, there is a narrow, winding ATV trail that begins at the GPS point for block 1, and continues South through all 3 blocks. This route may not be used for hauling or skidding operations.  
Prices reduced 20% due to markets, winter operations, and operability constraints.

**Price Adjustments:**

Road Construction Costs: 0%  
Haul Distance to Nearest Mill: 0%  
Stand Density: -5%  
Operational Constraints: -10%  
Other Price Factor: -5% (poor markets for ash, balsam and basswood)

**Appraiser:**

Andrew J. Kett

(Appraisal ID 16412-0; Cutting Block ID 19081-0, 19086-0, 19085-0)

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**TRACT B2**

**COUNTY: PINE**

**AREA: SANDSTONE AREA**

**ACRES: 63.8**

Permit Number: B014927  
Expiration Date: 05/31/2024

**Purchased By:** Sappi Cloquet LLC  
**Address:** 20 N. 22nd Street, Cloquet, MN 55720

NWNW,SWNW of Section 26; NENE,NWNE,SENE,SWNE of Section 27 - Township 45, Range 17W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 176	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TREMBLING ASPEN	PULPWOOD	1,676.00	Cd	16.10	26,983.60	44.44	74,481.44
+ BID SPECIES      * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$26,983.60	BID TOTAL = \$ 74,481.44
				ADVANCE PAYMENT =		\$4,047.54	

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

ANY LISTED SPECIES	BIOMASS	995.00	Tons	0.65	646.75
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**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:**

Sale is located approximately 4.3 miles SE of Erickson Rd parking lot on the Upper Willow Trail.

Stand has some rolling topography, and areas that could potentially hold water in the spring or after large rainfall events.

**Price Adjustments:**

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

**Appraiser:**

Christopher Henkel

(Appraisal ID 16358-0; Cutting Block ID 19000-0)

**TRACT B3**

**COUNTY: PINE**

**AREA: SANDSTONE AREA**

**ACRES: 126.1**

Permit Number: B014928  
Expiration Date: 05/31/2024

**Purchased By:** Sappi Cloquet LLC  
**Address:** 20 N. 22nd Street, Cloquet, MN 55720

NENE,NWNE,SENE,SWNE of Section 33; SWSE of Section 28 - Township 45, Range 17W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 164	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	3,218.00	Cd	17.50	56,315.00	46.20	148,671.60
+ RED MAPLE	PULP & BOLTS	655.00	Cd	15.25	9,988.75	40.26	26,370.30
PAPER BIRCH	PULP & BOLTS	135.00	Cd	15.25	2,058.75	15.25	2,058.75
+ BID SPECIES      * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$68,362.50	BID TOTAL = \$ 177,100.65
				ADVANCE PAYMENT =		\$10,254.38	

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

ANY LISTED SPECIES      BIOMASS      1,900.00 Tons      0.65      1,235.00

**Mixed Species Description:**

Aspen Species Pulp & Bolts includes: Largetooth Aspen 5%; Trembling Aspen 95%.

**Mixed Product Description:**

Aspen Species Pulp & Bolts includes: Bolts 50%; Pulpwood 50%.

Paper Birch Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

Red Maple Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

**Season of Operations:**

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

**Sale Conditions:**

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

**Marketing Conditions:**

Sale is located approximately 3 miles south of the Erickson Rd parking lot off the Upper Willow Trail, and approximately 0.5 miles north of the Kerrick Rd/Trails End Rd intersection.

Sale is mostly flat with some rolling topography. Some areas may need to be excessively dry or frozen to support operations.

**Price Adjustments:**

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

**Appraiser:**

Christopher Henkel

**TRACT B4** COUNTY: PINE AREA: SANDSTONE AREA ACRES: 14.5  
 Permit Number: B014929  
 Expiration Date: 05/31/2024

Purchased By: CTP Chipping Inc.  
 Address: 53778 Fir Lane, Sandstone, MN 55072

SENE of Section 12 - Township 45, Range 20W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 301	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	172.00	Cd	8.40	1,444.80	33.68	5,792.96
+ JACK PINE	PULP & BOLTS	61.00	Cd	7.49	456.89	30.03	1,831.83
	BALSAM FIR	44.00	Cd	4.98	219.12	4.98	219.12
	PAPER BIRCH	20.00	Cd	6.02	120.40	6.02	120.40
	RED MAPLE	7.00	Cd	6.74	47.18	6.74	47.18
	WHITE SPRUCE	6.00	Cd	4.80	28.80	4.80	28.80
	ANY LISTED SPECIES	188.92	Tons	0.39	73.68	0.39	73.68

+ BID SPECIES \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$2,390.87 BID TOTAL = \$ 8,113.97  
 ADVANCE PAYMENT = \$358.63

**Mixed Species Description:**

Aspen Species Pulpwood includes: Largetooth Aspen 90%; Trembling Aspen 10%.

**Mixed Product Description:**

Balsam Fir Pulp & Bolts includes: Bolts 13%; Pulpwood 87%.  
 Jack Pine Pulp & Bolts includes: Bolts 54%; Pulpwood 46%.  
 Paper Birch Pulp & Bolts includes: Bolts 13%; Pulpwood 87%.  
 Red Maple Pulp & Bolts includes: Bolts 28%; Pulpwood 72%.

**Cutting and Felling:**

- Utilize non- merchantable harvest spp. and snags for biomass if possible.

**Season of Operations:**

- Conduct sale operations on dry or frozen soil conditions only, except with written permission from State.  
 - No sale operations allowed during firearms deer season.

**Slash Disposal:**

- Biomass harvest required. Site will be burned, and all biomass (from non-reserved species) is to be utilized or removed from site.

**Landings Roads and Trails:**

- Sale will be accessed through adjacent field and Hwy 61.

**Sale Conditions:**

- Access is across State land.

**Marketing Conditions:**

Sale is located 1/4 mile North of Sturgeon Lake off Hwy 61.

Sale purpose is to prepare the site for prescribed fire, therefore biomass removal is required.

Clearcut with only scattered reserve pine and Oak.

Roundwood and biomass prices reduced 40% due to required biomass harvest, some Spruce and Balsam Fir on the permit, and small sale size.

**Price Adjustments:**

Road Construction Costs: 0%  
Haul Distance to Nearest Mill: -5%  
Stand Density: -5%  
Operational Constraints: -10%  
Other Price Factor: -20% (required biomass, spruce/fir, and small sale size)

**Appraiser:**

Andrew J. Kett

(Appraisal ID 16319-0; Cutting Block ID 18707-0)

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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 12, 2021



- SUMMARY SHEET -

01/12/2021 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 01/26/2021

SANDSTONE AREA

**SUMMARY FOR SOLD TRACTS**

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	ASPEN SPECIES	3,218.00	Cd	46.20	148,671.60
	PAPER BIRCH	155.00	Cd	14.06	2,179.15
	RED MAPLE	662.00	Cd	39.91	26,417.48
	JACK PINE	61.00	Cd	30.03	1,831.83
	BALSAM FIR	44.00	Cd	4.98	219.12
PULPWOOD	ASPEN SPECIES	172.00	Cd	33.68	5,792.96
	TREMBLING ASPEN	1,676.00	Cd	44.44	74,481.44
	WHITE SPRUCE	6.00	Cd	4.80	28.80
BIOMASS	ANY LISTED SPECIES (optional)	2,895.00	Tons	-	0.00
	ANY LISTED SPECIES	188.92	Tons	0.39	73.68

**TOTAL SOLD TRACTS CONVERTED TO CORDS:** 5,994.00  
**TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS:** \$ 97,736.97  
**TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS:** \$ 259,696.06  
**TOTAL ACRES SOLD:** 204.4  
**SOLD TRACT NUMBERS:** 2, 3, 4  
**TOTAL NUMBER OF TRACTS SOLD:** 3

**SUMMARY FOR UNSOLD TRACTS**

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
PULP & BOLTS	PAPER BIRCH	133.00	Cd	8.73	1,161.09
	RED MAPLE	288.00	Cd	8.46	2,436.48
WOODSRUN MIXED PRODUCTS	ASH	956.00	Cd	10.80	10,324.80
	BASSWOOD (optional)	172.00	Cd	8.00	1,376.00
	RED OAK	158.00	Cd	18.16	2,869.28
PULPWOOD	TREMBLING ASPEN	96.00	Cd	11.20	1,075.20
	BALSAM FIR (optional)	20.00	Cd	5.60	112.00

**TOTAL UNSOLD TRACTS CONVERTED TO CORDS:** 1,823.00  
**TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS:** \$ 17,866.85  
**TOTAL ACRES UNSOLD:** 94.4  
**UNSOLD TRACT NUMBER:** 1  
**TOTAL NUMBER OF TRACTS UNSOLD:** 1