



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 Friday, May 21, 2021, 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 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



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

10:00 AM on May 21, 2021
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 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 May 21, 2022, at the following Area Headquarters: Sandstone Area.

TRACT B1

COUNTY: CHISAGO

AREA: SANDSTONE AREA

ACRES: 61.3

Permit Number: B014984
Expiration Date: 05/31/2023

Purchased By: Futurewood Corp
Address: 9676 N Kruger Rd, Hayward, WI 54843

NWSW of Section 35; NENE,NWNE,SENE,SWNE of Section 34 - Township 35, Range 21W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TREMBLING ASPEN	PULPWOOD	1,005.00	Cd	1.75	1,758.75	1.75	1,758.75
NORTHERN PIN OAK	PULPWOOD	220.00	Cd	1.75	385.00	1.75	385.00
PAPER BIRCH	PULPWOOD	50.00	Cd	1.75	87.50	1.75	87.50
RED MAPLE	PULPWOOD	20.00	Cd	1.75	35.00	1.75	35.00
ASH	PULPWOOD	11.00	Cd	1.75	19.25	1.75	19.25
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$2,285.50	BID TOTAL = \$	2,285.50
				ADVANCE PAYMENT =	\$342.83		

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

ANY LISTED SPECIES BIOMASS 640.00 Tons 0.65 416.00

Season of Operations:

- Conduct sale operations on frozen soil conditions only, except with written permission from State.
- No sale operations allowed between April 1st and December 31st. These seasonal restriction dates are due to oak wilt, Blanding's turtle, and hunting seasons.

Sale Conditions:

- Access is across state land.
- Permission to cross private land must be obtained by permittee.
- This permit contains lands in a Wildlife Management Area (WMA).

Marketing Conditions:

Sale is located in Janet Johnson Memorial WMA.
East side access is through a locked gate on Hemmingway Ave.
West side access is through a locked gate on Lincoln Trail.
Aspen quality is poor to moderate.

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: -15%
Stand Density: 0%
Operational Constraints: -10%
Other Price Factor: -60% (Low quality and seasonal restrictions.)

Appraiser:

Michael Anthony Palmer

TRACT B2

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 45.5

Permit Number: B014985
Expiration Date: 05/31/2024

Purchased By:
Address:

UNSOLD

NESW,NWSE,NWSW,SESW,SWSW of Section 27 - Township 38, Range 20W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	720.00	Cd	8.80	6,336.00	8.80	6,336.00
PAPER BIRCH	PULPWOOD	30.00	Cd	4.95	148.50	4.95	148.50
ANY LISTED SPECIES	BIOMASS	425.00	Tons	0.36	153.00	0.36	153.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$6,637.50	BID TOTAL = \$	6,637.50
				ADVANCE PAYMENT =	\$995.63		

Mixed Species Description:

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

Season of Operations:

- No sale operations allowed during firearms / muzzleloader deer seasons.
- Conduct sale operations on frozen soil conditions only, except with written permission from State.
- Frozen ground access only.
- Frozen ground access across state easment.

Slash Disposal:

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

Sale Conditions:

- Access is across City of Rock Creek property through permanent easement. Access road must remain within boundaries of the easement land.

Marketing Conditions:

Recommended access is through state easement on city owned property. All biomass is required; site is to be burned post-harvest. Consult Wildlife Manager and TSA for main skid trail location.

Price Adjustments:

- Road Construction Costs: -10%
- Haul Distance to Nearest Mill: -5%
- Stand Density: -5%
- Operational Constraints: -5%
- Other Price Factor: -20% (All Biomass is required)

Appraiser:

Brian A. Strock

TRACT B3

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 59.3

Permit Number: B014986
Expiration Date: 05/31/2024

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

NESW,NWSW,SENW of Section 10; NESW,NWSE,SESW,SWNE,SWSE of Section 3 - Township 43, Range 17W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 38	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	1,640.00	Cd	15.20	24,928.00	20.98	34,407.20
+ BID SPECIES	* SOLD ON APPRAISED VOLUME						
					APPRAISED TOTAL =	\$24,928.00	BID TOTAL = \$ 34,407.20
					ADVANCE PAYMENT =	\$3,739.20	

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

ANY LISTED SPECIES BIOMASS 738.00 Tons 0.65 479.70

Mixed Species Description:

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

Season of Operations:

- Conduct sale operations on frozen soil conditions only, except with written permission from State.
- Frozen ground access only.
- Frozen ground access across State.

Sale Conditions:

- Access is across State land.

Marketing Conditions:

If using a township road to access the permit, permittee must contact the appropriate township authorities prior to use.

Access is up Creekview lane.

Good straight forward aspen stands. The northern stand will require a little bit of road work, but the southern stand is right off creekview lane.

Price Adjustments:

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

Appraiser:

Jacob Sivertson

TRACT B4 COUNTY: PINE AREA: SANDSTONE AREA ACRES: 49.2

Permit Number: B014987
Expiration Date: 05/31/2024

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

NENW,NWNE,SEW,SWNE of Section 16 - Township 44, Range 18W.
NENE,NENW,NWNE of Section 16 - Township 44, Range 18W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 126	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	1,515.00	Cd	17.60	26,664.00	39.78	60,266.70
+ BID SPECIES	* SOLD ON APPRAISED VOLUME			APPRAISED TOTAL =	\$26,664.00	BID TOTAL = \$	60,266.70
				ADVANCE PAYMENT =	\$3,999.60		

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

ANY LISTED SPECIES BIOMASS 680.00 Tons 0.65 442.00

Mixed Species Description:

Aspen Species Pulpwood includes: Largetooth Aspen 17%; Trembling Aspen 83%.

Season of Operations:

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

Sale Conditions:

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

Marketing Conditions:

Sale is located off of Railroad lane and on old township road which is being used as a snowmobile trail in the winter. There is old blue line in part of the sale so some of the boundary line is painted in red.

Price Adjustments:

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

Appraiser:

Brian S. Allshouse

TRACT B5

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 33.8

Permit Number: B014988
Expiration Date: 05/31/2024

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

NESW,NWSW,SENW of Section 15 - Township 45, Range 17W.
NESE,NWSE,SENE,SWNE of Section 15 - Township 45, Range 17W.
NESE of Section 15; NWSW of Section 14 - Township 45, Range 17W.
NENE,NESW,NWNE,SENE,SENW,SWNE of Section 15 - Township 45, Range 17W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 126	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	910.00	Cd	18.40	16,744.00	41.58	37,837.80
+ PAPER BIRCH	PULP & BOLTS	200.00	Cd	11.30	2,260.00	25.54	5,108.00
+ RED MAPLE	PULPWOOD	150.00	Cd	10.35	1,552.50	23.39	3,508.50
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$20,556.50	BID TOTAL = \$ 46,454.30
				ADVANCE PAYMENT =		\$3,083.48	

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

ANY LISTED SPECIES BIOMASS 660.00 Tons 0.65 429.00

Mixed Species Description:

Aspen Species Pulpwood includes: Largetooth Aspen 1%; Trembling Aspen 99%.

Mixed Product Description:

Paper Birch Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

Season of Operations:

- Conduct sale operations on frozen/dry soil conditions only, except with written permission from State (Cutting Blocks 1, 2, 3, and 4).

Sale Conditions:

- Access is across state land (Cutting Blocks 1, 2, 3, and 4).

Marketing Conditions:

Block 1,2 and 3 have dry summer chance. Block 4 is optional block. Access is off the Erickson township road to the Continental Divide trail. Blocks 1,2 and 3 are touching the trail.

Price Adjustments:

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

Appraiser:

Brian S. Allshouse

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: May 21, 2021

- SUMMARY SHEET -

05/21/2021 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 05/21/2021

SANDSTONE AREA

SUMMARY FOR SOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	PAPER BIRCH	200.00	Cd	25.54	5,108.00
PULPWOOD	ASH	11.00	Cd	1.75	19.25
	ASPEN SPECIES	4,065.00	Cd	32.60	132,511.70
	TREMBLING ASPEN	1,005.00	Cd	1.75	1,758.75
	PAPER BIRCH	50.00	Cd	1.75	87.50
	RED MAPLE	170.00	Cd	20.84	3,543.50
	NORTHERN PIN OAK	220.00	Cd	1.75	385.00
BIOMASS	ANY LISTED SPECIES (optional)	2,718.00	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 5,721.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 74,434.00
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 143,413.70
TOTAL ACRES SOLD: 203.6
SOLD TRACT NUMBERS: 1, 3, 4, 5
TOTAL NUMBER OF TRACTS SOLD: 4

SUMMARY FOR UNSOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
PULPWOOD	ASPEN SPECIES	720.00	Cd	8.80	6,336.00
	PAPER BIRCH	30.00	Cd	4.95	148.50
BIOMASS	ANY LISTED SPECIES	425.00	Tons	0.36	153.00

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 750.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 6,637.50
TOTAL ACRES UNSOLD: 45.5
UNSOLD TRACT NUMBER: 2
TOTAL NUMBER OF TRACTS UNSOLD: 1