



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY

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

STATUS: COMPLETED
REGULAR AUCTION - SALE #1
ORAL BID

Notice is hereby given that I offered for sale at public auction in Cloquet, MN at 9:00 AM on Thursday, December 16, 2021, timber belonging to the State of Minnesota. All tracts were offered at the New Cloquet DNR Office (305 E. Business Park Drive, Cloquet, MN 55720) in Cloquet, 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
CLOQUET AREA

9:00 AM on December 16, 2021
New Cloquet DNR Office (305 E. Business Park Drive, Cloquet, MN 55720) in Cloquet, 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 December 16, 2022, at the following Area Headquarters: Cloquet Area.

TRACT B1 COUNTY: CARLTON AREA: CLOQUET AREA ACRES: 151.8

Permit Number: B015214
Expiration Date: 05/31/2025

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

NWNE of Section 17; NENW,NESE,NESW,NWSE,SENE,SENE,SESE,SWNE,SWSE of Section 8 - Township 48, Range 19W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 120	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	1,520.00	Cd	18.70	28,424.00	41.14	62,532.80
+ PAPER BIRCH	PULP & BOLTS	930.00	Cd	13.00	12,090.00	28.60	26,598.00
+ MAPLE SPECIES	PULP & BOLTS	680.00	Cd	11.00	7,480.00	24.20	16,456.00
ASH	PULP & BOLTS	210.00	Cd	6.90	1,449.00	6.90	1,449.00
BALSAM FIR	PULPWOOD	100.00	Cd	5.00	500.00	5.00	500.00
MIXED SPRUCE	PULP & BOLTS	15.00	Cd	10.80	162.00	10.80	162.00

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$50,105.00
ADVANCE PAYMENT = \$7,515.75
BID TOTAL = \$ 107,697.80

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

ANY LISTED SPECIES BIOMASS 2,310.00 Tons 0.65 1,501.50

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Balm of Gilead 10%; Largetooth Aspen 5%; Trembling Aspen 85%.
Maple Species Pulp & Bolts includes: Red Maple 80%; Sugar Maple 20%.
Mixed Spruce Pulp & Bolts includes: Black Spruce 10%; White Spruce 90%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.
Aspen Species Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.
Maple Species Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.
Mixed Spruce Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.
Paper Birch Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

Cutting and Felling:

- This permit is in the Mervin OLMA sharp-tailed grouse management area. There are no reserve trees and permittee is encouraged to fell all snags where safety permits and to utilize/chip or knock down non-merchantable stems where possible.

Season of Operations:

- Conduct sale operations on frozen soil conditions only, except with written permission from State.
- Due to soils and access, non-frozen access and harvest operations are possible only under very dry conditions. With written permission, very dry summer harvest is possible. An onsite meeting with permittee, operator, and TSA will be required prior to access being given in writing by TSA.

Sale Conditions:

- Access is across State or private land. Best access is across private land.

Marketing Conditions:

Harvest area has been impacted by wind events of the last few years as well as birch decline, with a loss of less than 10% of volume. Lost volume was not appraised and this is not treated as a salvage permit. But damaged wood may be utilized.

This permit includes ash as a harvest species; and, at the time of purchase, is NOT within the Ash Quarantine Area.

This permit is in the Mervin OLMA sharp-tailed grouse management area. Consequently, there are no reserves.

Avenza map or GPS shapefile of the permit area is available upon request to permit holder for use as a general reference.

Price Adjustments:

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

Appraiser:

Clayton M. Rakes

(Appraisal ID 16517-0; Cutting Block ID 19235-0)

TRACT B2 COUNTY: CARLTON AREA: CLOQUET AREA ACRES: 92.0

Permit Number: B015215
Expiration Date: 05/31/2025

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

GL04,SESW of Section 30; GL01,GL02,NENW,NWNE,SENW of Section 31 - Township 49, Range 19W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 60	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	2,540.00	Cd	22.76	57,810.40	36.42	92,506.80
+ MAPLE SPECIES	PULPWOOD	365.00	Cd	12.00	4,380.00	19.20	7,008.00
ASH	PULPWOOD	115.00	Cd	7.20	828.00	7.20	828.00
PAPER BIRCH	PULP & BOLTS	90.00	Cd	15.60	1,404.00	15.60	1,404.00
AMERICAN ELM	PULPWOOD	5.00	Cd	8.40	42.00	8.40	42.00
BALSAM FIR	PULPWOOD	5.00	Cd	6.00	30.00	6.00	30.00
BASSWOOD	PULPWOOD	5.00	Cd	8.40	42.00	8.40	42.00

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$64,536.40 BID TOTAL = \$ 101,860.80
ADVANCE PAYMENT = \$9,680.46

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

ANY LISTED SPECIES BIOMASS 1,550.00 Tons 0.78 1,209.00

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 1%; Trembling Aspen 99%.
Maple Species Pulpwood includes: Red Maple 80%; Sugar Maple 20%.

Mixed Product Description:

Paper Birch Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

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:

Best access is north off of Highway 210. This route will require one to two miles of existing winter road/lowland fire breaks to be opened up. A small amount of new winter road may need to be constructed in the western portion of the sale.

Sale is in a sharptail management area, so all snags and merchantable timber are encouraged to be felled. Operators encouraged to knock down as much sub-merchantable timber as possible.

Price increased 10% for Haul distance to nearest mill, and increased 10% for stand density.

Price Adjustments:

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

Appraiser:

Benjamin I. Becker

TRACT B3

COUNTY: ST. LOUIS

AREA: CLOQUET AREA

ACRES: 137.2

Permit Number: B015216
Expiration Date: 05/31/2024

Purchased By:
Address:

UNSOLD

NWNW,SWNW of Section 36 - Township 53, Range 14W.
GL01,GL02,GL03,GL04,GL05 of Section 36 - Township 53, Range 14W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID:	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TREMBLING ASPEN	PULPWOOD	1,045.00	Cd	14.25	14,891.25	14.25	14,891.25
+ PAPER BIRCH	PULP & BOLTS	325.00	Cd	10.50	3,412.50	10.50	3,412.50
	BALSAM FIR	205.00	Cd	3.75	768.75	3.75	768.75
+ NORWAY PINE	PULP & BOLTS	140.00	Cd	23.63	3,308.20	23.63	3,308.20
+ MIXED SPRUCE	PULP & BOLTS	125.00	Cd	16.09	2,011.25	16.09	2,011.25
	RED MAPLE	105.00	Cd	7.50	787.50	7.50	787.50
+ JACK PINE	PULP & BOLTS	95.00	Cd	16.50	1,567.50	16.50	1,567.50
	ASH	5.00	Cd	4.50	22.50	4.50	22.50

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$26,769.45 BID TOTAL = \$ 26,769.45
ADVANCE PAYMENT = \$4,015.42

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

ANY LISTED SPECIES BIOMASS 930.00 Tons 0.65 604.50

Mixed Species Description:

Mixed Spruce Pulp & Bolts includes: Black Spruce 29%; White Spruce 71%.

Mixed Product Description:

Jack Pine Pulp & Bolts includes: Bolts 80%; Pulpwood 20%.
Mixed Spruce Pulp & Bolts includes: Bolts 69%; Pulpwood 31%.
Norway Pine Pulp & Bolts includes: Bolts 85%; Pulpwood 15%.
Paper Birch Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

Sale Conditions:

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

Marketing Conditions:

This Timber Sale is in the Ash Quarantine area contact MN Department of Agriculture for additional information.
Spruce Budworm is present effecting Spruce and Balsam Fir. Wood Turtle limits operation in cutting block 2. Permit is approximately 35 miles to Sappi in Cloquet.

First Re-Offer.
Appraiser: James Kelley
Phone 218-514-4460

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: +5%
Stand Density: -10%
Operational Constraints: -5%
Other Price Factor: -15% (First Re-Offer)

Appraiser:

James G. Kelley

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

CLOQUET 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: December 16, 2021

- SUMMARY SHEET -

12/16/2021 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 12/16/2021

CLOQUET AREA

SUMMARY FOR SOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	ASH	210.00	Cd	6.90	1,449.00
	ASPEN SPECIES	1,520.00	Cd	41.14	62,532.80
	PAPER BIRCH	1,020.00	Cd	27.45	28,002.00
	MAPLE SPECIES	680.00	Cd	24.20	16,456.00
	MIXED SPRUCE	15.00	Cd	10.80	162.00
PULPWOOD	ASH	115.00	Cd	7.20	828.00
	AMERICAN ELM	5.00	Cd	8.40	42.00
	ASPEN SPECIES	2,540.00	Cd	36.42	92,506.80
	MAPLE SPECIES	365.00	Cd	19.20	7,008.00
	BASSWOOD	5.00	Cd	8.40	42.00
	BALSAM FIR	105.00	Cd	5.05	530.00
BIOMASS	ANY LISTED SPECIES (optional)	3,860.00	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 6,580.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 114,641.40
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 209,558.60
TOTAL ACRES SOLD: 243.8
SOLD TRACT NUMBERS: 1, 2
TOTAL NUMBER OF TRACTS SOLD: 2

SUMMARY FOR UNSOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
PULP & BOLTS	PAPER BIRCH	325.00	Cd	10.50	3,412.50
	NORWAY PINE	140.00	Cd	23.63	3,308.20
	JACK PINE	95.00	Cd	16.50	1,567.50
	MIXED SPRUCE	125.00	Cd	16.09	2,011.25
PULPWOOD	ASH	5.00	Cd	4.50	22.50
	TREMBLING ASPEN	1,045.00	Cd	14.25	14,891.25
	RED MAPLE	105.00	Cd	7.50	787.50
	BALSAM FIR	205.00	Cd	3.75	768.75
BIOMASS	ANY LISTED SPECIES (optional)	930.00	Tons	0.65	604.50

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 2,045.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 26,769.45
TOTAL ACRES UNSOLD: 137.2
UNSOLD TRACT NUMBER: 3
TOTAL NUMBER OF TRACTS UNSOLD: 1