



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 Carlton, MN at 9:00 AM on Thursday, May 12, 2022, timber belonging to the State of Minnesota. All tracts were offered at the Carlton County Land Department Building in Carlton, 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 May 12, 2022
Carlton County Land Department Building in Carlton, 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 12, 2023, at the following Area Headquarters: Cloquet Area.

TRACT B1 COUNTY: CARLTON AREA: CLOQUET AREA ACRES: 59.4

Permit Number: B015293
Expiration Date: 05/31/2025

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

NESE of Section 15; NWSW,SWSW of Section 14; NWNW of Section 23 - Township 46, Range 16W.
NESW,NWSW,SESW,SWSW of Section 14; NESE of Section 15; NENW,NWNW of Section 23 - Township 46, Range 16W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 242	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	WOODSRUN MIXED PRODUCTS	3,165.00	Cd	27.76	87,860.40	94.94	300,485.10
+ TREMBLING ASPEN	PULPWOOD	350.00	Cd	16.15	5,652.50	55.23	19,330.50
PAPER BIRCH	PULP & BOLTS	75.00	Cd	9.78	733.50	9.78	733.50
MAPLE SPECIES	PULP & BOLTS	45.00	Cd	9.35	420.75	9.35	420.75
BALSAM FIR	PULP & BOLTS	15.00	Cd	5.70	85.50	5.70	85.50

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$94,752.65 BID TOTAL = \$ 321,055.35
 ADVANCE PAYMENT = \$14,212.90

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

ANY LISTED SPECIES BIOMASS 1,945.00 Tons 0.65 1,264.25

Mixed Species Description:

Maple Species Pulp & Bolts includes: Red Maple 90%; Sugar Maple 10%.

Mixed Product Description:

Balsam Fir Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

Maple Species Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

Norway Pine Woodsrunk Mixed Products includes: Bolts 64%; Pulpwood 20%; Sawtimber (Softwood Only) 16%.

Paper Birch Pulp & Bolts includes: Bolts 15%; Pulpwood 85%.

Cutting and Felling:

- Harvest all Norway pine only (Cutting Block 2).
- Harvest all merchantable aspen, Norway pine, paper birch, maple and balsam fir (Cutting Block 1).

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

Sale Conditions:

- Best access is across State and private land using a portion of the Matthew Lourey State Trail. However, the access through the small area of private land can be avoided entirely by using other existing routes (Cutting Blocks 1 and 2).

Marketing Conditions:

GPS/Avenza of cutting blocks available upon request.

Price Adjustments:

- Road Construction Costs: +10%
- Haul Distance to Nearest Mill: -15%
- Stand Density: +10%
- Operational Constraints: 0%
- Other Price Factor: -20% (Haul distance >150 miles.)

Appraiser:

Joshua C. Muchow

(Appraisal ID 17212-0; Cutting Block ID 20023-0, 19990-0)

TRACT B2 COUNTY: ST. LOUIS AREA: CLOQUET AREA ACRES: 94.6

Permit Number: B015294
Expiration Date: 05/31/2025

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

NENW,NWNW,SENW,SWNW of Section 36 - Township 50, Range 20W.
GL01,NENE,NENW,NWNE,SENE of Section 36 - Township 50, Range 20W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 75	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	1,760.00	Cd	19.92	35,059.20	34.86	61,353.60
+ PAPER BIRCH	PULP & BOLTS	570.00	Cd	13.24	7,546.80	23.17	13,206.90
+ MAPLE SPECIES	PULPWOOD	175.00	Cd	10.50	1,837.50	18.38	3,216.50
ASH	PULPWOOD	60.00	Cd	6.30	378.00	6.30	378.00
BASSWOOD	PULP & BOLTS	45.00	Cd	10.70	481.50	10.70	481.50
BALSAM FIR	PULPWOOD	25.00	Cd	5.25	131.25	5.25	131.25
OAK SPECIES	PULP & BOLTS	20.00	Cd	17.01	340.20	17.01	340.20
MIXED SPRUCE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	15.00	Cd	38.85	582.75	38.85	582.75

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$46,357.20
ADVANCE PAYMENT = \$6,953.58
BID TOTAL = \$ 79,690.70

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

ANY LISTED SPECIES BIOMASS 1,390.00 Tons 0.65 903.50

Mixed Species Description:

- Aspen Species Pulpwood includes: Balm of Gilead 1%; Trembling Aspen 99%.
- Maple Species Pulpwood includes: Red Maple 65%; Sugar Maple 35%.
- Mixed Spruce Woodsrun Sawtimber (Softwood only) includes: Black Spruce 5%; White Spruce 95%.
- Oak Species Pulp & Bolts includes: Red Oak 100%.

Mixed Product Description:

- Basswood Pulp & Bolts includes: Bolts 46%; Pulpwood 54%.
- Mixed Spruce Woodsrun Sawtimber (Softwood only) includes: Bolts 80%; Pulpwood 20%.
- Oak Species Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.
- Paper Birch Pulp & Bolts includes: Bolts 26%; Pulpwood 74%.

Season of Operations:

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

Sale Conditions:

- Access is across St. Louis County and State land (Cutting Block 2).
- Access is across private, St. Louis County, and State land (Cutting Block 1).
- Permission to cross private land must be obtained by permittee (Cutting Block 1).
- County access has been granted and is part of this permit. A county access agreement will become part of the terms and conditions for this sale. If St. Louis County assess a fine, the permittee is responsible for payment (Cutting Blocks 1 and 2).

Marketing Conditions:

Cutting block one has good summer chance, the western portion will require some corduroy to cross low areas. The best access is across private land off the Heikkila Road. This landowner has given access before but it is up to the permittee to obtain permission.

Cutting block two has a good summer chance as well. The best access is south off of the Little Fox Forest Road. This access uses existing woods roads on St. Louis County land. These roads will need work for summer hauling, all work must be done in coordination with St. Louis County Land Department. This block also has winter access off of the end of the Lake

36 State Forest Road as well.

This a multiple block sale with a variety of access options. Please see individual cutting blocks for more information.

This permit contains ash as a harvest species. At the time of purchase, the permit is NOT within the Ash Quarantine Area.

Price Adjustments:

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

Appraiser:

Benjamin I. Becker

(Appraisal ID 17558-0; Cutting Block ID 20416-0, 20414-0)

TRACT B3	COUNTY: ST. LOUIS	AREA: CLOQUET AREA	ACRES: 71.2
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Permit Number: B015295
 Expiration Date: 05/31/2026

Purchased By: Brandon Suonvieri
Address: 11118th Mirbat Rd, Floodwood, MN 55736

NESW,NWNE,NWSE,NWSW,SESW,SWNE,SWNW of Section 16 - Township 53, Range 20W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 100	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ BLACK SPRUCE	PULP & BOLTS	1,280.00	Cd	11.88	15,206.40	23.76	30,412.80
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$15,206.40	
				ADVANCE PAYMENT =		\$2,280.96	
						BID TOTAL = \$ 30,412.80	

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

TAMARACK	PULP & BOLTS	260.00	Cd	8.58	2,230.80
ANY LISTED SPECIES	BIOMASS	777.00	Tons	0.65	505.05

Mixed Product Description:

Black Spruce Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.
 Tamarack Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

Cutting and Felling:

- It is required that the operator would cut or run over all non-merchantable stems of tamarack and black spruce. This would reduce future infection of mistletoe and reduce seed sources of tamarack. We desire to maintain the dominance of black spruce in the composition of the future forest.

Season of Operations:

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

Sale Conditions:

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

Marketing Conditions:

Permit located 7 miles west of Meadowlands just north off of County Highway 133.

4 - winter sale due to black spruce lowland ground to allow permittee sufficient opportunity to harvest permit under frozen ground conditions.

Appraiser: Wes Habedank - Floodwood Field Station

An Avenza PDF map of the permit area is available upon request for use as a general reference.

Price Adjustments:

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

Appraiser:

Wesley J. Habedank

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: May 12, 2022

- SUMMARY SHEET -

05/12/2022 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 05/12/2022

CLOQUET AREA

SUMMARY FOR SOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	PAPER BIRCH	645.00	Cd	21.61	13,940.40
	MAPLE SPECIES	45.00	Cd	9.35	420.75
	BASSWOOD	45.00	Cd	10.70	481.50
	OAK SPECIES	20.00	Cd	17.01	340.20
	BALSAM FIR	15.00	Cd	5.70	85.50
	BLACK SPRUCE	1,280.00	Cd	23.76	30,412.80
	TAMARACK (optional)	260.00	Cd	-	0.00
WOODSRUN MIXED PRODUCTS	NORWAY PINE	3,165.00	Cd	94.94	300,485.10
PULPWOOD	ASH	60.00	Cd	6.30	378.00
	ASPEN SPECIES	1,760.00	Cd	34.86	61,353.60
	TREMBLING ASPEN	350.00	Cd	55.23	19,330.50
	MAPLE SPECIES	175.00	Cd	18.38	3,216.50
	BALSAM FIR	25.00	Cd	5.25	131.25
BIOMASS	ANY LISTED SPECIES (optional)	4,112.00	Tons	-	0.00
WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	MIXED SPRUCE	15.00	Cd	38.85	582.75

TOTAL SOLD TRACTS CONVERTED TO CORDS: 7,860.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 156,316.25
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 431,158.85
TOTAL ACRES SOLD: 225.2
TOTAL NUMBER OF TRACTS SOLD: 3