



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 Tuesday, May 17, 2022, 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 17, 2022
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 17, 2023, at the following Area Headquarters: Sandstone Area.

TRACT B1 COUNTY: PINE AREA: SANDSTONE AREA ACRES: 222.5

Permit Number: B015308
Expiration Date: 05/31/2025

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

SESW,SWSE,SWSW of Section 26; NENW,NWNE,SESW,SWNE of Section 35 - Township 39, Range 20W.
NENE,NENW,NWNE,NWSE,SENE,SESW,SWNE of Section 26; SESW of Section 23 - Township 39, Range 20W.

| SPECIES | PRODUCT | VOLUME | UNIT | APPRAISED | | BID %: 30 | |
|-----------------|--------------|----------|------|------------|-----------|------------|-----------|
| | | | | UNIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE |
| + ASPEN SPECIES | PULPWOOD | 1,995.00 | Cd | 12.74 | 25,416.30 | 16.56 | 33,037.20 |
| + RED MAPLE | PULPWOOD | 715.00 | Cd | 7.20 | 5,148.00 | 9.36 | 6,692.40 |
| + BUR OAK | PULP & BOLTS | 415.00 | Cd | 12.08 | 5,013.20 | 15.70 | 6,515.50 |
| + ASH | PULPWOOD | 345.00 | Cd | 4.00 | 1,380.00 | 5.20 | 1,794.00 |
| BASSWOOD | PULPWOOD | 50.00 | Cd | 4.80 | 240.00 | 4.80 | 240.00 |
| PAPER BIRCH | PULPWOOD | 50.00 | Cd | 7.20 | 360.00 | 7.20 | 360.00 |

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$37,557.50
ADVANCE PAYMENT = \$5,633.63
BID TOTAL = \$ 48,639.10

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

ANY LISTED SPECIES BIOMASS 2,160.00 Tons 0.65 1,404.00

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 3%; Largetooth Aspen 6%; Trembling Aspen 90%.

Mixed Product Description:

Bur Oak Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

Season of Operations:

- Conduct sale operations on frozen 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:

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

Sale is south of Chengwatana State Forest Road about 1.5 miles.

Price Adjustments:

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

Appraiser:

David Tyler

TRACT B2

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 39.8

Permit Number: B015309
Expiration Date: 05/31/2025

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

NENW,NESW,NWNE,NWSW,SENE,SWNE of Section 6 - Township 44, Range 16W.
NESE of Section 1 - Township 44, Range 17W.

| SPECIES | PRODUCT | VOLUME | UNIT | APPRAISED | | BID %: 0 | |
|--|--------------|--------|------|-------------------|----------|------------|-------------------------|
| | | | | UNIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE |
| + ASPEN SPECIES | PULPWOOD | 310.00 | Cd | 12.80 | 3,968.00 | 12.80 | 3,968.00 |
| + MAPLE SPECIES | PULPWOOD | 280.00 | Cd | 7.20 | 2,016.00 | 7.20 | 2,016.00 |
| + PAPER BIRCH | PULP & BOLTS | 200.00 | Cd | 9.12 | 1,824.00 | 9.12 | 1,824.00 |
| + BID SPECIES * SOLD ON APPRAISED VOLUME | | | | APPRAISED TOTAL = | | \$7,808.00 | BID TOTAL = \$ 7,808.00 |
| | | | | ADVANCE PAYMENT = | | \$1,171.20 | |

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

ANY LISTED SPECIES BIOMASS 474.00 Tons 0.65 308.10

Mixed Species Description:

Aspen Species Pulpwood includes: Largetooth Aspen 30%; Trembling Aspen 70%.
Maple Species Pulpwood includes: Red Maple 78%; Sugar Maple 22%.

Mixed Product Description:

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

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:

The sale is located about 2 miles up the potlatch road/MLT. The sale is made up of a mixture of maple, aspen, birch with some other hardwoods that are being reserved. Roughly 40-50% of the sale could be harvested in the summer. There is another block to the west that would be winter only due to access.

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

Price Adjustments:

Road Construction Costs: -15%
Haul Distance to Nearest Mill: 0%
Stand Density: -5%
Operational Constraints: 0%
Other Price Factor: 0%

Appraiser:

Jacob Sivertson

TRACT B3 COUNTY: PINE AREA: SANDSTONE AREA ACRES: 57.1

Permit Number: B015310
Expiration Date: 05/31/2025

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

NENW,NWNE,SENE,SENW,SWNE of Section 36; SESW,SWSE of Section 25 - Township 45, Range 17W.
NENE,NWNE,NWSE,SENE,SENW,SWNE of Section 36 - Township 45, Range 17W.

| SPECIES | PRODUCT | VOLUME | UNIT | APPRAISED | | BID %: 0 | |
|-----------------|--------------|--------|------|------------|----------|------------|----------|
| | | | | UNIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE |
| + ASPEN SPECIES | PULPWOOD | 330.00 | Cd | 16.00 | 5,280.00 | 16.00 | 5,280.00 |
| + MAPLE SPECIES | PULPWOOD | 295.00 | Cd | 9.00 | 2,655.00 | 9.00 | 2,655.00 |
| + BLACK SPRUCE | PULP & BOLTS | 180.00 | Cd | 8.60 | 1,548.00 | 8.60 | 1,548.00 |
| + PAPER BIRCH | PULP & BOLTS | 165.00 | Cd | 12.04 | 1,986.60 | 12.04 | 1,986.60 |
| + TAMARACK | PULP & BOLTS | 125.00 | Cd | 8.16 | 1,020.00 | 8.16 | 1,020.00 |
| BALSAM FIR | PULP & BOLTS | 70.00 | Cd | 7.45 | 521.50 | 7.45 | 521.50 |

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$13,011.10
ADVANCE PAYMENT = \$1,951.67
BID TOTAL = \$ 13,011.10

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

ANY LISTED SPECIES BIOMASS 570.00 Tons 0.65 370.50

Mixed Species Description:

Aspen Species Pulpwood includes: Largetooth Aspen 15%; Trembling Aspen 85%.
Maple Species Pulpwood includes: Red Maple 40%; Sugar Maple 60%.

Mixed Product Description:

Balsam Fir Pulp & Bolts includes: Bolts 23%; Pulpwood 77%.
Black Spruce Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.
Paper Birch Pulp & Bolts includes: Bolts 38%; Pulpwood 62%.
Tamarack Pulp & Bolts includes: Bolts 36%; Pulpwood 64%.

Season of Operations:

- Conduct sale operations on frozen 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 in the Nemadji State Forest. Permittee will have to travel 1.5 miles south on the South Extension Forest Road and take a right, heading west, on the Grouse MMR for 1.5 miles. Permittee will then have to travel south on the Matthew Lourey State Snowmobile Trail for 1 mile and the sale will be located south and east of the State snowmobile trail.

Price Adjustments:

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

Appraiser:

Cody Crawford

| | | | |
|-----------------|--------------|----------------------|-------------|
| TRACT B4 | COUNTY: PINE | AREA: SANDSTONE AREA | ACRES: 39.9 |
|-----------------|--------------|----------------------|-------------|

Permit Number: B015311
 Expiration Date: 05/31/2025

Purchased By: Bell Timber Inc.
Address: 4 Berger Avenue, Barron, WI 54812

GL02, GL03, NESW, SENW of Section 19 - Township 45, Range 19W.

| SPECIES | PRODUCT | VOLUME | UNIT | APPRAISED | | BID %: 42 | |
|---|---------------------------------------|----------|------|-------------------|-------------|----------------|------------|
| | | | | UNIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE |
| + NORWAY PINE | WOODSRUN SAWTIMBER (SOFTWOOD ONLY) | 1,365.00 | Cd | 55.20 | 75,348.00 | 78.38 | 106,988.70 |
| + BID SPECIES * SOLD ON APPRAISED VOLUME | | | | APPRAISED TOTAL = | \$75,348.00 | BID TOTAL = \$ | 106,988.70 |
| | | | | ADVANCE PAYMENT = | \$11,302.20 | | |

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

| | | | | |
|--------------------|---------|-------------|------|--------|
| ANY LISTED SPECIES | BIOMASS | 565.00 Tons | 0.65 | 367.25 |
|--------------------|---------|-------------|------|--------|

Mixed Product Description:

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 45%; Pulpwood 5%; Sawtimber (Softwood Only) 50%.

Cutting and Felling:

- Harvest Norway pine.
- Reserve all other species.

Season of Operations:

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

Site, Soil, and Water Protection:

- This site is infested with spotted knapweed. Ensure that all equipment is free of packed snow, caked mud, soil, or plant debris before moving off site.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Final harvest sale with future site prep of mowing and planting back to pine.
 Access is from CR 46 in Sturgeon Lake go south 1/4 mile on Freeway West Forest Road. This access is a snowmobile trail and atv trail.

Price Adjustments:

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

Appraiser:

Brian S. Allshouse

TRACT B5 COUNTY: PINE AREA: SANDSTONE AREA ACRES: 9.2

Permit Number: B015312
Expiration Date: 05/31/2025

Purchased By: Bell Timber Inc.
Address: 4 Berger Avenue, Barron, WI 54812

GL04 of Section 19 - Township 45, Range 19W.

| SPECIES | PRODUCT | VOLUME | UNIT | APPRAISED | | BID %: 76 | |
|--|---------------------------------------|--------|------|-------------------|-------------|----------------|-----------|
| | | | | UNIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE |
| + NORWAY PINE | WOODSRUN SAWTIMBER (SOFTWOOD ONLY) | 340.00 | Cd | 52.80 | 17,952.00 | 92.93 | 31,596.20 |
| + BID SPECIES * SOLD ON APPRAISED VOLUME | | | | APPRAISED TOTAL = | \$17,952.00 | BID TOTAL = \$ | 31,596.20 |
| | | | | ADVANCE PAYMENT = | \$2,692.80 | | |

Mixed Product Description:

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 50%; Pulpwood 5%; Sawtimber (Softwood Only) 45%.

Cutting and Felling:

- Harvest Norway pine.
- Reserve all other species.

Season of Operations:

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

Site, Soil, and Water Protection:

- This site is infested with spotted knapweed. Ensure that all equipment is free of packed snow, caked mud, soil, or plant debris before moving off site.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Final harvest, with plans of natural regen.
Access is from CR 46 in Sturgeon Lake go south 3/4 mile on Freeway West Forest Road. This access is a snowmobile trail and atv trail.

Price Adjustments:

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

Appraiser:

Brian S. Allshouse

TRACT B6

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 37.0

Permit Number: B015313
Expiration Date: 05/31/2025

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

NESE,NWSE,SENE of Section 35 - Township 45, Range 20W.

| SPECIES | PRODUCT | VOLUME | UNIT | APPRAISED | | BID %: 91 | |
|--|--------------|----------|------|-------------------|-------------|----------------|-----------|
| | | | | UNIT PRICE | \$ VALUE | UNIT PRICE | \$ VALUE |
| + NORWAY PINE | PULP & BOLTS | 1,310.00 | Cd | 24.94 | 32,671.40 | 47.64 | 62,408.40 |
| + BID SPECIES * SOLD ON APPRAISED VOLUME | | | | APPRAISED TOTAL = | \$32,671.40 | BID TOTAL = \$ | 62,408.40 |
| | | | | ADVANCE PAYMENT = | \$4,900.71 | | |

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

| | | | | |
|--------------------|---------|-------------|------|--------|
| ANY LISTED SPECIES | BIOMASS | 540.00 Tons | 0.65 | 351.00 |
|--------------------|---------|-------------|------|--------|

Mixed Product Description:

Norway Pine Pulp & Bolts includes: Bolts 75%; Pulpwood 25%.

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:

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

Sale is south of the Dago Lake Road about .5 miles on a recreation trail

Sale is final harvest

Price Adjustments:

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

Appraiser:

David Tyler

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 17, 2022

- SUMMARY SHEET -

05/17/2022 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 05/17/2022

SANDSTONE AREA

SUMMARY FOR SOLD TRACTS

| PRODUCT | SPECIES | TOTAL VOLUME | UNIT | SOLD AVERAGE UNIT PRICE | TOTAL SOLD \$ VALUE |
|------------------------------------|-------------------------------|--------------|------|-------------------------|---------------------|
| PULP & BOLTS | PAPER BIRCH | 365.00 | Cd | 10.44 | 3,810.60 |
| | BUR OAK | 415.00 | Cd | 15.70 | 6,515.50 |
| | NORWAY PINE | 1,310.00 | Cd | 47.64 | 62,408.40 |
| | BALSAM FIR | 70.00 | Cd | 7.45 | 521.50 |
| | BLACK SPRUCE | 180.00 | Cd | 8.60 | 1,548.00 |
| | TAMARACK | 125.00 | Cd | 8.16 | 1,020.00 |
| PULPWOOD | ASH | 345.00 | Cd | 5.20 | 1,794.00 |
| | ASPEN SPECIES | 2,635.00 | Cd | 16.05 | 42,285.20 |
| | PAPER BIRCH | 50.00 | Cd | 7.20 | 360.00 |
| | MAPLE SPECIES | 575.00 | Cd | 8.12 | 4,671.00 |
| | RED MAPLE | 715.00 | Cd | 9.36 | 6,692.40 |
| | BASSWOOD | 50.00 | Cd | 4.80 | 240.00 |
| BIOMASS | ANY LISTED SPECIES (optional) | 4,309.00 | Tons | - | 0.00 |
| WOODSRUN SAWTIMBER (SOFTWOOD ONLY) | NORWAY PINE | 1,705.00 | Cd | 81.28 | 138,584.90 |

TOTAL SOLD TRACTS CONVERTED TO CORDS: 8,540.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 184,348.00
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 270,451.50
TOTAL ACRES SOLD: 405.5
TOTAL NUMBER OF TRACTS SOLD: 6