



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, December 15, 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 December 15, 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 December 15, 2023, at the following Area Headquarters: Cloquet Area.

TRACT B1 COUNTY: CARLTON AREA: CLOQUET AREA ACRES: 134.7

Permit Number: B015550
 Expiration Date: 05/31/2025

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

SWNW of Section 13; NWNE,SENE,SWNE of Section 14 - Township 48, Range 19W.
 SESW,SWSE of Section 10; NENE,NENW,NWNE,SENE,SWNE of Section 15; NENW,NWNW,SENW,SWNW
 of Section 14; SESW,SWSW of Section 11 - Township 48, Range 19W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	2,905.00	Cd	22.56	65,536.80	22.56	65,536.80
+ PAPER BIRCH	PULP & BOLTS	420.00	Cd	17.50	7,350.00	17.50	7,350.00
+ WHITE SPRUCE	PULP & BOLTS	355.00	Cd	22.50	7,987.50	22.50	7,987.50
ASH	PULPWOOD	295.00	Cd	7.50	2,212.50	7.50	2,212.50
MAPLE SPECIES	PULPWOOD	85.00	Cd	12.50	1,062.50	12.50	1,062.50
BALSAM FIR	PULPWOOD	45.00	Cd	6.25	281.25	6.25	281.25

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$84,430.55
 ADVANCE PAYMENT = \$12,664.58
 BID TOTAL = \$ 84,430.55

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

ANY LISTED SPECIES BIOMASS 2,388.00 Tons 0.65 1,552.20

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Balm of Gilead 32%; Trembling Aspen 68%.
 Maple Species Pulpwood includes: Red Maple 95%; Sugar Maple 5%.

Mixed Product Description:

Aspen Species Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.
 Paper Birch Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.
 White Spruce Pulp & Bolts includes: Bolts 50%; Pulpwood 50%.

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 private and state land (Cutting Blocks 1 and 2).
 - Permission to cross private land must be obtained by permittee (Cutting Blocks 1 and 2).

Marketing Conditions:

Sale is south of Hwy 210 between Sawyer and Cromwell.
 Follow Hwy 210 west from Carlton for about 12 miles past the junction of Hwy 210 and the freeway. Turn left onto Corona Rd.
 Sale is approx. 4 miles south of the end of Corona Rd.
 19 miles from Cloquet.
 This permit is within an open landscape management area, and all trees that meet the minimum harvest standards are required to be felled or standing timber charges will occur. The only reserve trees are ones within the RMZ of cutting block 1.
 Permittee is encouraged to fells snags and non-merchantable stems and retrieve fringe trees in lowland brush as long as they are not crossing sale boundaries.
 Sale is comprised of islands of timber within lowland brush / wet, grassy land. Upland islands are operable during frozen soil conditions only due to access.
 This permit includes ash as a harvest species; and, at the time of purchase, is NOT within the Ash Quarantine Area.
 Ash volume in appraisal reflects current stand condition; volume and quality may decline if not harvested by original permit end date.
 A geo-referenced map is available upon request.

Price Adjustments:

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

Appraiser:

Katherine Boettcher

(Appraisal ID 17517-0; Cutting Block ID 20375-0, 20391-0)

TRACT B2 COUNTY: CARLTON AREA: CLOQUET AREA ACRES: 112.0

Permit Number: B015551
Expiration Date: 05/31/2025

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

NWSW,SWSW of Section 14; NESE,NWSE,SESE,SWSE of Section 15; NENE,NWNE of Section 22;
NENW,NWNW,SWNW of Section 23 - Township 48, Range 19W.
SENE,SWNE of Section 23 - Township 48, Range 19W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 28	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	2,605.00	Cd	23.56	61,373.80	30.16	78,566.80
ASH	PULPWOOD	305.00	Cd	7.50	2,287.50	7.50	2,287.50
MAPLE SPECIES	PULPWOOD	45.00	Cd	12.50	562.50	12.50	562.50
PAPER BIRCH	PULP & BOLTS	35.00	Cd	11.43	400.05	11.43	400.05
BALSAM FIR	PULPWOOD	30.00	Cd	6.25	187.50	6.25	187.50
WHITE SPRUCE	PULPWOOD	5.00	Cd	11.25	56.25	11.25	56.25

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$64,867.60
ADVANCE PAYMENT = \$9,730.14
BID TOTAL = \$ 82,060.60

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

ANY LISTED SPECIES BIOMASS 1,765.00 Tons 0.65 1,147.25

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Balm of Gilead 5%; Trembling Aspen 95%.
Maple Species Pulpwood includes: Red Maple 95%; Sugar Maple 5%.

Mixed Product Description:

Aspen Species Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.
Paper Birch Pulp & Bolts includes: Bolts 9%; Pulpwood 74%; Sawlog-Grade 3 17%.

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 private and state land (Cutting Block 1).
- Access is across private, state, and potentially county land (Cutting Block 2).
- Permission to cross private land must be obtained by permittee (Cutting Block 1).
- Permission to cross private and/or county land must be obtained by permittee (Cutting Block 2).

Marketing Conditions:

Sale is located off the end of Co. Rd. 142, west of Mahtowa.
25 miles from Cloquet.
Sale can be accessed through private and state property alone, but access through the same or different private landowners, state, and county land is another potential option.
This permit is within an open landscape management area, and all trees that meet the minimum harvest standards are required to be felled or standing timber charges will occur.
Permittee is encouraged to fells snags and non-merchantable stems and retrieve fringe trees in lowland brush as long as they are not crossing sale boundaries.
Sale is comprised of islands of timber within lowland brush / wet, grassy land, so the upland islands are operable during frozen soil conditions only.
This permit includes ash as a harvest species; and, at the time of purchase, is NOT within the Ash Quarantine Area.
Ash volume in appraisal reflects current stand condition; volume and quality may decline if not harvested by original permit end date.

A geo-referenced map is available upon request.

Price Adjustments:

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

Appraiser:

Katherine Boettcher

(Appraisal ID 17527-0; Cutting Block ID 20393-0, 20399-0)

TRACT B3 COUNTY: ST. LOUIS AREA: CLOQUET AREA ACRES: 82.7

Permit Number: B015552
Expiration Date: 05/31/2025

Purchased By: Jatco, Inc.
Address: 4995 Lakeview Drive, Duluth, MN 55804

GL01,NENW,NWNW,SEnw,SWNW of Section 16 - Township 53, Range 13W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	WOODSRUN MIXED PRODUCTS	330.00	Cd	33.08	10,916.40	33.08	10,916.40
+ WHITE SPRUCE	WOODSRUN MIXED PRODUCTS	275.00	Cd	23.47	6,454.25	23.47	6,454.25
+ TREMBLING ASPEN	PULP & BOLTS	245.00	Cd	19.95	4,887.75	19.95	4,887.75
TAMARACK	PULPWOOD	145.00	Cd	6.30	913.50	6.30	913.50
BALSAM FIR	PULP & BOLTS	130.00	Cd	6.86	891.80	6.86	891.80
BLACK SPRUCE	PULPWOOD	50.00	Cd	9.45	472.50	9.45	472.50
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$24,536.20	BID TOTAL = \$	24,536.20
				ADVANCE PAYMENT =	\$3,680.43		

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

ANY LISTED SPECIES BIOMASS 535.00 Tons 0.65 347.75

Mixed Product Description:

- Balsam Fir Pulp & Bolts includes: Bolts 9%; Pulpwood 91%.
- Norway Pine Woodsrun Mixed Products includes: Bolts 35%; Pulpwood 50%; Sawtimber (Softwood Only) 15%.
- Trembling Aspen Pulp & Bolts includes: Bolts 5%; Pulpwood 95%.
- White Spruce Woodsrun Mixed Products includes: Bolts 20%; Pulpwood 65%; Sawtimber (Softwood Only) 15%.

Season of Operations:

- Conduct sale operations on dry / frozen soil conditions only, except with written permission from State.
- No sale operations allowed between April 15th and October 30, due to the presence of a federally protected species, without written permission from State.

Sale Conditions:

- Access is across state and county land.
- 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.

Marketing Conditions:

- Road Access/Construction: Excellent access.
- Haul Distance: <50 Miles
- Stand Density: 14 cords/acre
- Operational Constraints: Sensitive soils and species habitat protection.

Sale is located 6 miles east of CR 4 on Normanna road, then 9 miles north on Pequaywan Lake Rd, then .5 miles down Little Alden Lake RD.

Price Adjustments:

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

Appraiser:

David W. Arras

(Appraisal ID 18178-0; Cutting Block ID 21081-0)

TRACT B4

COUNTY: ST. LOUIS

AREA: CLOQUET AREA

ACRES: 235.4

Permit Number: B015553
Expiration Date: 05/31/2026

Purchased By:
Address:

UNSOLD

SWSW of Section 4; NESW,SESE,SESW,SWSE of Section 5; NWNW of Section 9;
NENE,NENW,NWNE,SENE,SWNE of Section 8 - Township 54, Range 16W.
NWNW of Section 9; NENE,NENW,SENE of Section 8; NESW,SENW of Section 4;
NESW,SENW,SESE,SESW of Section 5 - Township 54, Range 16W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ BLACK SPRUCE	PULPWOOD	3,240.00	Cd	9.45	30,618.00	9.45	30,618.00
+ ASPEN SPECIES	PULPWOOD	1,565.00	Cd	19.86	31,080.90	19.86	31,080.90
+ TAMARACK	PULP & BOLTS	1,115.00	Cd	7.88	8,786.20	7.88	8,786.20
PAPER BIRCH	PULPWOOD	25.00	Cd	10.50	262.50	10.50	262.50
BALSAM FIR	PULP & BOLTS	20.00	Cd	14.18	283.60	14.18	283.60
ASH	PULPWOOD	5.00	Cd	6.30	31.50	6.30	31.50

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$71,062.70 BID TOTAL = \$ 71,062.70
ADVANCE PAYMENT = \$10,659.41

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

ANY LISTED SPECIES BIOMASS 3,255.00 Tons 0.65 2,115.75

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 3%; Trembling Aspen 97%.

Mixed Product Description:

Balsam Fir Pulp & Bolts includes: Bolts 50%; Pulpwood 50%.

Tamarack Pulp & Bolts includes: Bolts 25%; Pulpwood 75%.

Cutting and Felling:

- Fell all live black spruce equal to or greater than 5 feet tall (Cutting Block 2).

Season of Operations:

- Conduct sale operations on frozen soil conditions only, except with written permission from State (Cutting Block 2).
- Conduct sale operations on frozen or dry soil conditions only, except with written permission from State (Cutting Block 1).
- The majority of the permit area is only accessible with frozen ground conditions. A small area of the permit near the Comstock Lake Road may be accessible during dry summer conditions (Cutting Block 1).

Sale Conditions:

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

Marketing Conditions:

Permit is located about 4 miles east of Cotton off of the Comstock Lake Rd and Melrude Rd.

4 year sale to allow sufficient time to harvest large black spruce lowland area with frozen ground.

Reserves specified for cutting block 1 will amount to 5% or less.
No Reserves on cutting block 2 due to mistletoe management for black spruce.

Cutting Block 1 - aspen stands appraised by Habedank. Cutting Block 2 - black spruce lowland stands appraised by Boettcher, Murphy and Ferguson.

Aspen Species Pulpwood: Average 9" DBH and 5 sticks
Paper Birch Pulpwood: Average 8" DBH and 3 sticks
Balsam Fir Pulp & Bolts: Average 9" DBH and 4 sticks
Black Spruce Pulpwood: Average 6" DBH and 4 sticks
Tamarack Pulp & Bolts: Average 8" DBH and 4 sticks
Ash Pulpwood: Average 8" DBH and 3 sticks

Prices increased +5% following price guide factor process due to stand density average of upland and lowland timber being above avg at 25.3 cd/ac.

Landowner off Comstock Lake Road has indicated they would be open to discussing access using their existing approach and old logging road off Comstock Lake road for sale access. Contact Habedank for more info.

Price Adjustments:

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

Appraiser:

Wesley J. Habedank

(Appraisal ID 17575-0; Cutting Block ID 20449-0, 20434-0)

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 15, 2022

- SUMMARY SHEET -

12/15/2022 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 12/15/2022

CLOQUET AREA

SUMMARY FOR SOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	ASPEN SPECIES	5,510.00	Cd	26.15	144,103.60
	TREMBLING ASPEN	245.00	Cd	19.95	4,887.75
	PAPER BIRCH	455.00	Cd	17.03	7,750.05
	WHITE SPRUCE	355.00	Cd	22.50	7,987.50
	BALSAM FIR	130.00	Cd	6.86	891.80
WOODSRUN MIXED PRODUCTS	NORWAY PINE	330.00	Cd	33.08	10,916.40
	WHITE SPRUCE	275.00	Cd	23.47	6,454.25
PULPWOOD	ASH	600.00	Cd	7.50	4,500.00
	MAPLE SPECIES	130.00	Cd	12.50	1,625.00
	WHITE SPRUCE	5.00	Cd	11.25	56.25
	BALSAM FIR	75.00	Cd	6.25	468.75
	BLACK SPRUCE	50.00	Cd	9.45	472.50
	TAMARACK	145.00	Cd	6.30	913.50
BIOMASS	ANY LISTED SPECIES (optional)	4,688.00	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 8,305.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 173,834.35
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 191,027.35
TOTAL ACRES SOLD: 329.4
SOLD TRACT NUMBERS: 1, 2, 3
TOTAL NUMBER OF TRACTS SOLD: 3

SUMMARY FOR UNSOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
PULP & BOLTS	BALSAM FIR	20.00	Cd	14.18	283.60
	TAMARACK	1,115.00	Cd	7.88	8,786.20
PULPWOOD	ASH	5.00	Cd	6.30	31.50
	ASPEN SPECIES	1,565.00	Cd	19.86	31,080.90
	PAPER BIRCH	25.00	Cd	10.50	262.50
	BLACK SPRUCE	3,240.00	Cd	9.45	30,618.00
BIOMASS	ANY LISTED SPECIES (optional)	3,255.00	Tons	0.65	2,115.75

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 5,970.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 71,062.70
TOTAL ACRES UNSOLD: 235.4
UNSOLD TRACT NUMBER: 4
TOTAL NUMBER OF TRACTS UNSOLD: 1