



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 16, 2023, 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 16, 2023
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 16, 2024, at the following Area Headquarters: Sandstone Area.

TRACT B1

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 177.0

Permit Number: B015645
Expiration Date: 05/31/2026

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

NENW,NESW,NWNE,NWNW,NWSE,NWSW,SENW,SWNE,SWNW of Section 36 - Township 40, Range 20W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 105	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	4,345.00	Cd	16.00	69,520.00	32.80	142,516.00
+ RED OAK	PULP & BOLTS	1,015.00	Cd	17.85	18,117.75	36.59	37,138.85
+ MAPLE SPECIES	PULPWOOD	970.00	Cd	9.00	8,730.00	18.45	17,896.50
BASSWOOD	PULP & BOLTS	410.00	Cd	8.10	3,321.00	8.10	3,321.00
ASH	PULP & BOLTS	165.00	Cd	6.60	1,089.00	6.60	1,089.00
BUR OAK	PULP & BOLTS	155.00	Cd	16.75	2,596.25	16.75	2,596.25
PAPER BIRCH	PULP & BOLTS	95.00	Cd	10.60	1,007.00	10.60	1,007.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$104,381.00	BID TOTAL = \$	205,564.60
				ADVANCE PAYMENT =	\$15,657.15		

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

ANY LISTED SPECIES	BIOMASS	3,695.00	Tons	0.65	2,401.75
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Mixed Species Description:

Aspen Species Pulpwood includes: Largetooth Aspen 20%; Trembling Aspen 80%.
Maple Species Pulpwood includes: Red Maple 90%; Sugar Maple 10%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.
Basswood Pulp & Bolts includes: Bolts 35%; Pulpwood 65%.
Bur Oak Pulp & Bolts includes: Bolts 25%; Pulpwood 75%.
Paper Birch Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.
Red Oak Pulp & Bolts includes: Bolts 35%; Pulpwood 65%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Sale location is 7.5 miles east of Beroun, MN on Beroun Crossing Rd.

Access is across a grassy swamp. Freezing prep of grassy swamp will be needed.

Base prices increased 10% due to high stand density and decreased 10% for operational constraints, resulting in no net change in base prices.

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

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: 0%
Stand Density: +10%

Operational Constraints: -10%

Other Price Factor: 0%

Appraiser:

Cody Crawford

(Appraisal ID 18535-0; Cutting Block ID 21527-0)

TRACT B2

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 132.0

Permit Number: B015646
Expiration Date: 05/31/2024

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

NENE,NENW,NESE,NESW,NWNE,NWSE,SENE,SENW,SESE,SWNE,SWSE of Section 35; SESE of Section 26 - Township 42, Range 20W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	2,624.00	Cd	16.00	41,984.00	16.00	41,984.00
+ MAPLE SPECIES	PULPWOOD	570.00	Cd	9.00	5,130.00	9.00	5,130.00
ASH	PULP & BOLTS	112.00	Cd	6.76	757.12	6.76	757.12
BASSWOOD	PULP & BOLTS	96.00	Cd	6.66	639.36	6.66	639.36
AMERICAN ELM	PULPWOOD	1.00	Cd	6.00	6.00	6.00	6.00
ANY LISTED SPECIES	BIOMASS	2,164.00	Tons	0.65	1,406.60	0.65	1,406.60

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$49,923.08
ADVANCE PAYMENT = \$7,488.46
BID TOTAL = \$ 49,923.08

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 1%; Largetooth Aspen 13%; Trembling Aspen 86%.
Maple Species Pulpwood includes: Red Maple 98%; Sugar Maple 2%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 22%; Pulpwood 78%.
Basswood Pulp & Bolts includes: Bolts 11%; Pulpwood 89%.

Season of Operations:

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

Slash Disposal:

- 100% of the biomass on this permit must be processed.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

This sale is an aspen clearcut in the Sandstone WMA. 100% of the biomass on this permit must be processed. Sale expires on 5-31-2024.

Price Adjustments:

- Road Construction Costs: +10%
- Haul Distance to Nearest Mill: 0%
- Stand Density: +5%
- Operational Constraints: 0%
- Other Price Factor: -15% (100% biomass required)

Appraiser:

Michael Ryan Kobberdahl

TRACT B3	COUNTY: PINE	AREA: SANDSTONE AREA	ACRES: 20.8
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Permit Number: B015647
 Expiration Date: 05/31/2024

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

NENE,SENE of Section 6; NWNW of Section 5 - Township 44, Range 19W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 45	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	PULP & BOLTS	280.00	Cd	14.45	4,046.00	20.95	5,866.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$4,046.00	
				ADVANCE PAYMENT =		\$606.90	
						BID TOTAL = \$ 5,866.00	

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

ANY LISTED SPECIES	BIOMASS	115.81 Tons	0.65	75.28
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Mixed Product Description:

Norway Pine Pulp & Bolts includes: Bolts 65%; Pulpwood 35%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.
- The sale will expire 05/31/2024 due to winter damage.

Marketing Conditions:

Sale is located off walters road and MMR 340G. Approximately 36% of sale volume is damaged, with 67% of the damaged trees being snapped off, and 33% leaning.

Price Adjustments:

- Road Construction Costs: 0%
- Haul Distance to Nearest Mill: 0%
- Stand Density: 0%
- Operational Constraints: 0%
- Other Price Factor: -32% (Damage from winter storm)

Appraiser:

Brian S. Allshouse

TRACT B4	COUNTY: PINE	AREA: SANDSTONE AREA	ACRES: 61.9
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Permit Number: B015648
 Expiration Date: 05/31/2024

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

NESW,NWSE,SESW,SWNE,SWNW,SWSW of Section 10 - Township 45, Range 17W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	PULP & BOLTS	815.00	Cd	11.20	9,128.00	11.20	9,128.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$9,128.00	BID TOTAL = \$	9,128.00
				ADVANCE PAYMENT =	\$1,369.20		

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

ANY LISTED SPECIES	BIOMASS	337.09 Tons	0.65	219.11
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Mixed Product Description:

Norway Pine Pulp & Bolts includes: Bolts 50%; Pulpwood 50%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.
- The sale will expire 05/31/2024 due to winter damage.

Marketing Conditions:

Sale has some damage from December snow storm. Price was adjusted for damaged cords. Access is from Erickson road then onto Duquette Run Trail.

Price Adjustments:

- Road Construction Costs: 0%
- Haul Distance to Nearest Mill: 0%
- Stand Density: 0%
- Operational Constraints: 0%
- Other Price Factor: -36% (Damage from winter storm)

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 16, 2023

- SUMMARY SHEET -

05/16/2023 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 05/17/2023

SANDSTONE AREA

SUMMARY FOR SOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	ASH	277.00	Cd	6.66	1,846.12
	PAPER BIRCH	95.00	Cd	10.60	1,007.00
	BASSWOOD	506.00	Cd	7.83	3,960.36
	RED OAK	1,015.00	Cd	36.59	37,138.85
	BUR OAK	155.00	Cd	16.75	2,596.25
	NORWAY PINE	1,095.00	Cd	13.69	14,994.00
PULPWOOD	AMERICAN ELM	1.00	Cd	6.00	6.00
	ASPEN SPECIES	6,969.00	Cd	26.47	184,500.00
	MAPLE SPECIES	1,540.00	Cd	14.95	23,026.50
BIOMASS	ANY LISTED SPECIES (<i>optional</i>)	4,147.90	Tons	-	0.00
	ANY LISTED SPECIES	2,164.00	Tons	0.65	1,406.60

TOTAL SOLD TRACTS CONVERTED TO CORDS: 11,653.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 167,478.08
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 270,481.68
TOTAL ACRES SOLD: 391.7
TOTAL NUMBER OF TRACTS SOLD: 4