

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 Monday, June 5, 2023, 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 DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

REGULAR AUCTION
ORAL BID TIMBER SALE
CLOQUET AREA

9:00 AM on June 5, 2023 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'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 June 5, 2024, at the following Area Headquarters: Cloquet Area.

TRACT B1 COUNTY: CARLTON AREA: CLOQUET AREA ACRES: 16.9

Permit Number: B015706 Expiration Date: 05/31/2026

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

SESE of Section 35; NWSE, SESW, SWSE, SWSW of Section 36 - Township 46, Range 16W.

						AISED	BID %: 8	
5	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	NORWAY PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	457.00	Cd	58.30	26,643.10	62.96	28,772.72
+	TREMBLING ASPEN	PULP & BOLTS	65.00	Cd	20.90	1,358.50	22.57	1,467.05
	PAPER BIRCH	PULP & BOLTS	47.00	Cd	17.05	801.35	17.05	801.35
	MIXED SPRUCE	WOODSRUN MIXED PRODUCTS	32.00	Cd	18.81	601.92	18.81	601.92
	MAPLE SPECIES	PULP & BOLTS	30.00	Cd	12.65	379.50	12.65	379.50
	RED OAK	PULP & BOLTS	18.00	Cd	20.24	364.32	20.24	364.32
	JACK PINE	PULP & BOLTS	13.00	Cd	16.50	214.50	16.50	214.50
	BASSWOOD	PULP & BOLTS	9.00	Cd	11.17	100.53	11.17	100.53
	BALSAM FIR	PULP & BOLTS	7.00	Cd	11.11	77.77	11.11	77.77
+	BID SPECIES * SOL	D ON APPRAISED VOLUME			SED TOTAL = : PAYMENT =	\$30,541.49 \$4,581.22	BID TOTA	L = \$ 32,779.66

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

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Mixed Species Description:

Maple Species Pulp & Bolts includes: Red Maple 60%; Sugar Maple 40%.

Mixed Spruce Woodsrun Mixed Products includes: Black Spruce 45%; White Spruce 55%.

Mixed Product Description:

Balsam Fir Pulp & Bolts includes: Bolts 30%; Pulpwood 70%. Basswood Pulp & Bolts includes: Bolts 45%; Pulpwood 55%. Jack Pine Pulp & Bolts includes: Bolts 45%; Pulpwood 55%. Maple Species Pulp & Bolts includes: Bolts 15%; Pulpwood 85%.

Mixed Spruce Woodsrun Mixed Products includes: Bolts 45%; Pulpwood 55%.

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 45%; Pulpwood 20%; Sawtimber (Softwood Only) 35%.

Paper Birch Pulp & Bolts includes: Bolts 55%; Pulpwood 45%. Red Oak Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

Trembling Aspen Pulp & Bolts includes: Bolts 25%; Pulpwood 75%.

Season of Operations:

- Conduct sale operations on dry / frozen soil conditions only, except with written permission from State.
- No sale operations due to endangered and threatened species allowed between June1-July 31, without 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:

Operational constraints reduced because of oak wilt and endangered species restrictions.

Sale is at the intersection of the Harlis Road and the Yellow Birch Trail, east on the Yellow Birch Trail towards the

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intersection with the Gandy Dancer State Trail.

Price Adjustments:

Road Construction Costs: 0% Haul Distance to Nearest Mill: +5%

Stand Density: +10%

Operational Constraints: -5% Other Price Factor: 0%

Appraiser:

Joshua C. Muchow

(Appraisal ID 18572-0; Cutting Block ID 21537-0)

TRACT B2 COUNTY: ST. LOUIS AREA: CLOQUET AREA ACRES: 175.4

Permit Number: B015707 Expiration Date: 05/31/2026

Purchased By: Jatco, Inc.

Address: 4995 Lakeview Drive, Duluth, MN 55804

NESW,NWSE,NWSW,SENW,SESE,SESW,SWNW,SWSE,SWSW of Section 36 - Township 54, Range 13W.

				APPI UNIT	RAISED	BID %: 0		
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+	MIXED SPRUCE	PULP & BOLTS	875.00	Cd	10.98	9,607.50	10.98	9,607.50
+	ASPEN SPECIES	PULPWOOD	850.00	Cd	18.97	16,124.50	18.97	16,124.50
+	TAMARACK	PULPWOOD	800.00	Cd	6.00	4,800.00	6.00	4,800.00
+	PAPER BIRCH	PULPWOOD	270.00	Cd	10.00	2,700.00	10.00	2,700.00
+	NORWAY PINE	PULP & BOLTS	200.00	Cd	21.00	4,200.00	21.00	4,200.00
	BALSAM FIR	PULPWOOD	40.00	Cd	5.00	200.00	5.00	200.00
	+ BID SPECIES *	SOLD ON APPRAISED VOLUME			NISED TOTAL = CE PAYMENT =	\$37,632.00 \$5,644.80	BID TOTA	L = \$ 37,632.00

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

ANY LISTED SPECIES BIOMASS 1,300.00 Tons 0.65 845.00

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 1%; Trembling Aspen 99%. Mixed Spruce Pulp & Bolts includes: Black Spruce 60%; White Spruce 40%.

Mixed Product Description:

Mixed Spruce Pulp & Bolts includes: Bolts 11%; Pulpwood 89%. Norway Pine Pulp & Bolts includes: Bolts 50%; Pulpwood 50%.

Season of Operations:

- Conduct sale operations on frozen soil conditions only, except with 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 of this sale. If St. Louis county assesses a fine, the permittee is responsible for payment.

Marketing Conditions:

From Northstar town hall, head north on Hwy. 44 to the Lieung forest management road (less than 1 mile). Approximately 2.5 miles down the the FMR a trail will lead to the Pequaywan/Brimson snowmobile trail which leads to the sale.

Tamarack and spruce are generally of good quality in the lowland portion of the sale (~75 acres), aspen is generally short with significant branching in the upland portion of the sale (~98 acres).

Likely winter only, access crosses numerous lowland areas.

A 5% base price increase was necessary for this sale.

Appraisers Jarrod Amundson and Dave Arras: 218-514-4460.

Price Adjustments:

Road Construction Costs: +5% Haul Distance to Nearest Mill: 0%

Stand Density: -5%

Operational Constraints: 0%

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Other Price Factor: 0%

Appraiser:

Jarrod L. Amundson

(Appraisal ID 18185-0; Cutting Block ID 21400-0)

TRACT B3 COUNTY: ST. LOUIS AREA: CLOQUET AREA ACRES: 143.1

Permit Number: B015708 Expiration Date: 05/31/2026

Purchased By: Jatco, Inc.

Address: 4995 Lakeview Drive, Duluth, MN 55804

NENE, NENW, NWNE, NWNW, SENW, SWNW of Section 36 - Township 54, Range 16W.

					APPR	AISED	BID %: 235	
5	PECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	ASPEN SPECIES	PULPWOOD	4,000.00	Cd	20.73	82,920.00	69.45	277,800.00
	BLACK SPRUCE	PULPWOOD	100.00	Cd	9.90	990.00	9.90	990.00
	RED MAPLE	PULPWOOD	100.00	Cd	11.00	1,100.00	11.00	1,100.00
	PAPER BIRCH	PULPWOOD	75.00	Cd	11.00	825.00	11.00	825.00
	BALSAM FIR	PULPWOOD	50.00	Cd	5.50	275.00	5.50	275.00
	ASH	PULP & BOLTS	10.00	Cd	8.58	85.80	8.58	85.80
+	BID SPECIES	* SOLD ON APPRAISED VOLUME			SED TOTAL = E PAYMENT =	\$86,195.80 \$12,929.37	BID TOTAL	. = \$ 281,075.80

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

ANY LISTED SPECIES BIOMASS 2,014.00 Tons 0.65 1,309.10

Mixed Species Description:

Aspen Species Pulpwood includes: Balm of Gilead 5%; Trembling Aspen 95%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.

Season of Operations:

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

Sale Conditions:

- Access is across county and state land.

Marketing Conditions:

One mile down forest access road off of Munger Shaw road.

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

Price Adjustments:

Road Construction Costs: +5% Haul Distance to Nearest Mill: 0%

Stand Density: +5%

Operational Constraints: 0% Other Price Factor: 0%

Appraiser:

Kayla R. Johnson

(Appraisal ID 18076-0; Cutting Block ID 20893-0)

TRACT B4 COUNTY: ST. LOUIS AREA: CLOQUET AREA ACRES: 132.0

Permit Number: B015709 Expiration Date: 05/31/2026

Purchased By: Sappi Cloquet LLC

Address: 20 N. 22nd Street, Cloquet, MN 55720

NESE, NESW, NWSE, SESE, SESW, SWSE, SWSW of Section 16 - Township 54, Range 16W.

				APPR	AISED	BID %: 120		
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	ASPEN SPECIES	PULP & BOLTS	3,320.00	Cd	21.50	71,380.00	47.30	157,036.00
	BALSAM FIR	PULP & BOLTS	350.00	Cd	7.71	2,698.50	7.71	2,698.50
+	NORWAY PINE	PULP & BOLTS	230.00	Cd	24.15	5,554.50	53.13	12,219.90
	MIXED HARDWOODS	PULPWOOD	160.00	Cd	11.50	1,840.00	11.50	1,840.00
	MIXED SPRUCE	PULP & BOLTS	150.00	Cd	16.56	2,484.00	16.56	2,484.00
	ASH	PULP & BOLTS	50.00	Cd	7.94	397.00	7.94	397.00
	+ BID SPECIES * SOLD	ON APPRAISED VOLUME			ISED TOTAL = E PAYMENT =	\$84,354.00 \$12,653.10	BID TOTAL	_ = \$ 176,675.40

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

ANY LISTED SPECIES BIOMASS 2,014.00 Tons 0.65 1,309.10

Mixed Species Description:

Aspen Species Pulp & Bolts includes: Balm of Gilead 10%; Trembling Aspen 90%.

Mixed Hardwoods Pulpwood includes: Paper Birch 10%; Red Maple 80%; Sugar Maple 10%.

Mixed Spruce Pulp & Bolts includes: Black Spruce 50%; White Spruce 50%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 10%; Pulpwood 90%.

Aspen Species Pulp & Bolts includes: Bolts 30%; Pulpwood 70%. Balsam Fir Pulp & Bolts includes: Bolts 10%; Pulpwood 90%. Mixed Spruce Pulp & Bolts includes: Bolts 30%; Pulpwood 70%. Norway Pine Pulp & Bolts includes: Bolts 50%; Pulpwood 50%.

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:

This sale can be found half a mile down forest roads, off the Lilly Lake road.

Yellow paint indicates RMZ.

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

Price Adjustments:

Road Construction Costs: 0% Haul Distance to Nearest Mill: +5%

Stand Density: +10% Operational Constraints: 0% Other Price Factor: 0%

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Kayla R. Johnson

(Appraisal ID 18470-0; Cutting Block ID 21414-0)

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: June 5, 2023

CLOQUET AREA

	SUMMARY FOR SO	OLD TRACTS			
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	ASH	60.00	Cd	8.05	482.80
	ASPEN SPECIES	3,320.00	Cd	47.30	157,036.00
	TREMBLING ASPEN	65.00	Cd	22.57	1,467.05
	PAPER BIRCH	47.00	Cd	17.05	801.35
	MAPLE SPECIES	30.00	Cd	12.65	379.50
	BASSWOOD	9.00	Cd	11.17	100.53
	RED OAK	18.00	Cd	20.24	364.32
	NORWAY PINE	430.00	Cd	38.19	16,419.90
	JACK PINE	13.00	Cd	16.50	214.50
	BALSAM FIR	357.00	Cd	7.78	2,776.27
	MIXED SPRUCE	1,025.00	Cd	11.80	12,091.50
WOODSRUN MIXED PRODUCTS	MIXED SPRUCE	32.00	Cd	18.81	601.92
PULPWOOD	ASPEN SPECIES	4,850.00	Cd	60.60	293,924.50
	PAPER BIRCH	345.00	Cd	10.22	3,525.00
	RED MAPLE	100.00	Cd	11.00	1,100.00
	BALSAM FIR	90.00	Cd	5.28	475.00
	BLACK SPRUCE	100.00	Cd	9.90	990.00
	TAMARACK	800.00	Cd	6.00	4,800.00
	MIXED HARDWOODS	160.00	Cd	11.50	1,840.00
BIOMASS	ANY LISTED SPECIES (optional)	5,701.00	Tons	-	0.00
WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	NORWAY PINE	457.00	Cd	62.96	28,772.72

TOTAL SOLD TRACTS CONVERTED TO CORDS: 12,308.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 238,723.29
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 528,162.86

TOTAL ACRES SOLD: 467.4

TOTAL NUMBER OF TRACTS SOLD: 4