



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 Monday, September 25, 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 September 25, 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 September 25, 2024, at the following Area Headquarters: Sandstone Area.

TRACT B1

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 45.0

Permit Number: B015815
Expiration Date: 05/31/2024

Purchased By: Timberline Trucking Inc.
Address: 11085 - 330th Street, Onamia, MN 56359

GL03, GL04 of Section 6 - Township 44, Range 19W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	PULPWOOD	265.00	Cd	2.00	530.00	2.00	530.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$530.00	BID TOTAL = \$ 530.00
				ADVANCE PAYMENT =		\$79.50	

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

ANY LISTED SPECIES	BIOMASS	110.00	Tons	0.65	71.50
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Season of Operations:

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

Sale Conditions:

- Access is across state land.
- The sale will expire 5/31/2024 due to salvage.

Marketing Conditions:

This sale is located approximately 2 miles east of Willow River along Walter's Road.

Harvest only Norway pine that are: snapped off along the main stem, tipped over, or leaning more than 30 degrees. Harvest all merchantable standing dead Norway pine. Most of the trees to salvage are broken or tipped over.

Prices have been reduced to \$2.00 due to this being a salvage sale and limited time to harvest.

Price Adjustments:

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

Appraiser:

Dale A. Donoho

(Appraisal ID 18913-0; Cutting Block ID 21909-0)

TRACT B2

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 50.0

Permit Number: B015816
Expiration Date: 05/31/2024

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

NESW,NWSE,NWSW,SESW,SWNE of Section 11 - Township 45, Range 17W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	PULP & BOLTS	1,600.00	Cd	13.75	22,000.00	13.75	22,000.00
RED MAPLE	PULPWOOD	120.00	Cd	9.90	1,188.00	9.90	1,188.00
BALSAM FIR	PULPWOOD	50.00	Cd	4.40	220.00	4.40	220.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$23,408.00	BID TOTAL = \$ 23,408.00
				ADVANCE PAYMENT =		\$3,511.20	

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

ANY LISTED SPECIES BIOMASS 780.00 Tons 0.65 507.00

Mixed Product Description:

Norway Pine 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.
- The sale will expire 5/31/2024 due to storm damage salvage.

Marketing Conditions:

Sale is located just off the net lake forest road.
60-70% damage to the Norway pine.
In the remaining standing pine, there is roughly 80% bolt material.

Price Adjustments:

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

Appraiser:

Jacob Sivertson

TRACT B3

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 136.2

Permit Number: B015817
Expiration Date: 05/31/2024

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

NESW,NWSE,NWSW,SESW,SWNE,SWNW,SWSE,SWSW of Section 21 - Township 45, Range 17W.
NWNE,SESW,SWNE of Section 21 - Township 45, Range 17W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	PULP & BOLTS	3,585.00	Cd	19.84	71,126.40	19.84	71,126.40
BALSAM FIR	PULPWOOD	100.00	Cd	4.60	460.00	4.60	460.00
TREMBLING ASPEN	PULPWOOD	100.00	Cd	18.40	1,840.00	18.40	1,840.00

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$73,426.40
ADVANCE PAYMENT = \$11,013.96
BID TOTAL = \$ 73,426.40

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

ANY LISTED SPECIES BIOMASS 1,589.00 Tons 0.65 1,032.85

Mixed Product Description:

Norway Pine Pulp & Bolts includes: Bolts 77%; Pulpwood 23%.

Season of Operations:

- Conduct sale operations on dry / 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).
- The sale will expire 5/31/2024 due to storm damage salvage (Cutting Blocks 1 and 2).

Marketing Conditions:

Northern edge of sale boundary is approximately 1/2 mile south of the Erickson Rd parking lot, on the Upper Willow Trail.

CB1 is a salvage clearcut.

CB2 is a salvage thinning, first targeting damaged trees, then lower quality trees.

Price Adjustments:

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

Appraiser:

Christopher Henkel

TRACT B4

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 20.1

Permit Number: B015818
Expiration Date: 05/31/2024

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

SESW,SWSW of Section 16 - Township 45, Range 17W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	PULP & BOLTS	565.00	Cd	17.83	10,073.95	17.83	10,073.95
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$10,073.95	BID TOTAL = \$	10,073.95
				ADVANCE PAYMENT =	\$1,511.09		

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

ANY LISTED SPECIES	BIOMASS	234.00	Tons	0.65	152.10
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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 with potential to use county land.
- Permission to cross county land must be obtained by permittee.

Marketing Conditions:

Sale is approximately 0.10 miles east of the Erickson Rd parking lot, on the north side of the recreational trail.

There is potential access on the northern side of the sale from county land. There is an old skid road/trail along the eastern boundary of the sale.

Sale is a salvage clearcut.

Price Adjustments:

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

Appraiser:

Christopher Henkel

TRACT B5

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 47.0

Permit Number: B015819
Expiration Date: 05/31/2024

Purchased By:
Address:

UNSOLD

GL04,NENW,NESW,NWSE,SESW of Section 19; GL04 of Section 30 - Township 45, Range 19W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ JACK PINE	PULPWOOD	705.00	Cd	2.00	1,410.00	2.00	1,410.00
+ ASPEN SPECIES	PULPWOOD	200.00	Cd	7.20	1,440.00	7.20	1,440.00
+ NORWAY PINE	PULPWOOD	170.00	Cd	2.00	340.00	2.00	340.00
+ NORTHERN PIN OAK	PULPWOOD	65.00	Cd	6.30	409.50	6.30	409.50
PAPER BIRCH	PULPWOOD	35.00	Cd	4.05	141.75	4.05	141.75
SUGAR MAPLE	PULPWOOD	10.00	Cd	4.05	40.50	4.05	40.50

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL =	\$3,781.75	BID TOTAL = \$	3,781.75
ADVANCE PAYMENT =	\$567.26		

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

ANY LISTED SPECIES	BIOMASS	675.00 Tons	0.65	438.75
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Mixed Species Description:

Aspen Species Pulpwood includes: Largetooth Aspen 90%; Trembling Aspen 10%.

Season of Operations:

- Conduct sale operations on dry / frozen soil conditions only, except with written permission from State.
- Harvest activities may only occur Oct 1st - April 30th or July 15th - August 7th due to species of concern within the area.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Sale is located 3 miles east of Sturgeon Lake. Half of the permit is on the west side of Interstate 35 and the the other half is on the East side of Interstate 35.

The west of I-35 tract of the permit has 40% pine damage. The tracts east of I-35 range from %40-%70 pine damage.

All species prices reduced for salvage. Damaged pine reduced to \$2.00/cord.

Price Adjustments:

- Road Construction Costs: 0%
- Haul Distance to Nearest Mill: +5%
- Stand Density: 0%
- Operational Constraints: -10%
- Other Price Factor: -50% (Reduced by 50% for salvage sale)

Appraiser:

Cody Crawford

TRACT B6

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 25.1

Permit Number: B015820
Expiration Date: 05/31/2024

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

NWSE,SWSE of Section 30 - Township 45, Range 19W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	PULP & BOLTS	488.00	Cd	10.08	4,919.04	10.08	4,919.04
WHITE PINE	PULP & BOLTS	2.50	Cd	2.00	5.00	2.00	5.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		BID TOTAL = \$	
				ADVANCE PAYMENT =			
						\$4,924.04 \$4,924.04	
						\$738.61	

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

* ANY LISTED SPECIES BIOMASS 211.00 Tons 0.65 137.15

Mixed Product Description:

Norway Pine Pulp & Bolts includes: Bolts 89%; Pulpwood 11%.
White Pine Pulp & Bolts includes: Bolts 70%; Pulpwood 30%.

Season of Operations:

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

Sale Conditions:

- Access is across state land (Cutting Blocks 1 and 2).

Marketing Conditions:

Cutting block 1 consists of downed and standing Norway Pine with average 10" DBH and 7 sticks. Cutting block 2 has downed/standing damaged Norway Pine and White Pine with average 10" DBH and 7 sticks. Overall Norway Pine is 68% damaged and 32% undamaged. Norway Pine pricing has been adjusted to reflect being a salvage sale, and the limited time to harvest.

Sale is located about 4 miles northeast of Willow River, MN. Access to the sale is off of Dago Lake Rd and State Forest Rd 14 in the General Andrews State Forest.

Price Adjustments:

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

Appraiser:

Andrew J. Kett

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: September 25, 2023

- SUMMARY SHEET -

09/25/2023 REGULAR AUCTION - SALE #1

COMPLETED - DATA AS OF 09/26/2023

SANDSTONE AREA

SUMMARY FOR SOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	WHITE PINE	2.50	Cd	2.00	5.00
	NORWAY PINE	6,238.00	Cd	17.33	108,119.39
PULPWOOD	TREMBLING ASPEN	100.00	Cd	18.40	1,840.00
	RED MAPLE	120.00	Cd	9.90	1,188.00
	NORWAY PINE	265.00	Cd	2.00	530.00
	BALSAM FIR	150.00	Cd	4.53	680.00
BIOMASS	ANY LISTED SPECIES (optional)	2,924.00	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 6,875.50
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 112,362.39
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 112,362.39
TOTAL ACRES SOLD: 276.4
SOLD TRACT NUMBERS: 1, 2, 3, 4, 6
TOTAL NUMBER OF TRACTS SOLD: 5

SUMMARY FOR UNSOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
PULPWOOD	ASPEN SPECIES	200.00	Cd	7.20	1,440.00
	PAPER BIRCH	35.00	Cd	4.05	141.75
	SUGAR MAPLE	10.00	Cd	4.05	40.50
	NORTHERN PIN OAK	65.00	Cd	6.30	409.50
	NORWAY PINE	170.00	Cd	2.00	340.00
	JACK PINE	705.00	Cd	2.00	1,410.00
BIOMASS	ANY LISTED SPECIES (optional)	675.00	Tons	0.65	438.75

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 1,185.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 3,781.75
TOTAL ACRES UNSOLD: 47.0
UNSOLD TRACT NUMBER: 5
TOTAL NUMBER OF TRACTS UNSOLD: 1