

# MINNESOTA DEPARTMENT OF NATURAL RESOURCES DIVISION OF FORESTRY

# NOTICE OF SALE OF STUMPAGE ON STATE LANDS IN THE FOLLOWING AREAS: DEER RIVER AREA, AITKIN AREA, HIBBING AREA, TOWER AREA, CLOQUET AREA, TWO HARBORS AREA, LITTLEFORK AREA

## STATUS: COMPLETED REGULAR AUCTION - SALE #2 SEALED BID

Notice is hereby given that I offered for sale by sealed bid auction, timber belonging to the State of Minnesota. Bid forms were required to be submitted at the address listed on the bid form prior to 4:30 PM on Wednesday, January 10, 2024. All tracts were awarded at the Bid Awarding at DNR Forestry Northeast Region Office at 1:30 PM on January 11th in Grand Rapids, 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
SEALED BID TIMBER SALE
DEER RIVER AREA, AITKIN AREA, HIBBING AREA, TOWER AREA, CLOQUET AREA,
TWO HARBORS AREA, LITTLEFORK AREA

# SEALED BIDS MUST BE RECEIVED PRIOR TO 4:30 PM on January 10, 2024 Bids will be awarded at the following location:

Bid Awarding at DNR Forestry Northeast Region Office at 1:30 PM on January 11th in Grand Rapids, 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. Bids must be submitted on bid forms provided by the State, all bids must be submitted in one or more envelopes, the envelopes should be marked with the auction name. Bid forms may be obtained online at https://www.dnr.state.mn.us/forestry/timbersales/calendar.html or from the Forestry Area Office(s) listed above. Bids may be submitted by mail or in person at any time during regular business hours prior to the bid submission deadline (4:30 PM on January 10, 2024). 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)].

#### ADVANCE PAYMENT

- The advance payment of fifteen (15) percent of the appraised value of the timber is due within fourteen (14) days from the bid opening date. Advance payments will not be accepted with the bid. Failure to provide the advance payment within 14 days of the bid opening date will result in forfeiture of the permit and the purchaser will be held liable for the advance payment. The successful bidders's advance payment will be kept on deposit by the State and applied against any billings for timber.

#### **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 an advance payment and bid guarantee. Security can be furnished in the following forms: Corporate surety bond, 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 advance 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 advance 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 January 10, 2025, at the following Area Headquarters: Deer River Area, Aitkin Area, Hibbing Area, Tower Area, Cloquet Area, Two Harbors Area, Littlefork Area.

TRACT B1 COUNTY: AITKIN AREA: AITKIN AREA ACRES: 131.7

Permit Number: B015891 Expiration Date: 05/31/2026

Purchased By: Greg Cook Logging Inc.

Address: 35367 Cty Rd 237, Bigfork, MN 56628

GL03,GL04,NESW,SENW,SESW,SWSE of Section 7; GL01,NENW,NWNE,SENW,SWNE of Section 18 -

Township 50, Range 26W.

					APF	APPRAISED		BID %: 144	
					UNIT		UNIT		
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE	
4	- ASPEN SPECIES	PULPWOOD	5,230.00	Cd	20.90	109,307.00	51.00	266,730.00	
	PAPER BIRCH	PULPWOOD	240.00	Cd	11.00	2,640.00	11.00	2,640.00	
	MAPLE SPECIES	PULPWOOD	150.00	Cd	11.00	1,650.00	11.00	1,650.00	
	BASSWOOD	PULPWOOD	120.00	Cd	7.70	924.00	7.70	924.00	
	RED OAK	PULP & BOLTS	115.00	Cd	16.61	1,910.15	16.61	1,910.15	
	ASH	PULPWOOD	75.00	Cd	6.60	495.00	6.60	495.00	
_	+ BID SPECIES *	SOLD ON APPRAISED VOLUME			AISED TOTAL = CE PAYMENT =	\$116,926.15 \$17,538.92	BID TOTA	L = \$ 274,349.15	

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

ANY LISTED SPECIES BIOMASS 3,215.00 Tons 0.65 2,089.75

#### **Mixed Species Description:**

Aspen Species Pulpwood includes: Largetooth Aspen 33%; Trembling Aspen 67%.

Maple Species Pulpwood includes: Red Maple 50%; Sugar Maple 50%.

#### **Mixed Product Description:**

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

#### **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:**

From Swatara, head south on co rd 29 for 4.8 mi. From there take woods road heading west for 1 mile, sale is located on both sides of the road.

For this sale to be harvested in the summer it would have to be an unusually dry summer with road improvements as well (possible culverts, dirt work, hauling in new material for road), these are just some examples. Summer chance for harvest is very slim.

## **Price Adjustments:**

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

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

## Appraiser:

Gene Geordan Grell

TRACT B2 COUNTY: ST. LOUIS AREA: CLOQUET AREA ACRES: 47.3

Permit Number: B015892 Expiration Date: 05/31/2026

Purchased By: Jatco, Inc.

Address: 4995 Lakeview Drive, Duluth, MN 55804

NESE, NESW, NWSE, SENW, SWNE of Section 36 - Township 54, Range 16W.

		APPRAISED				BID %: 37		
3	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	ASPEN SPECIES	PULPWOOD	900.00	Cd	18.70	16,830.00	25.62	23,058.00
	RED MAPLE	PULPWOOD	125.00	Cd	10.00	1,250.00	10.00	1,250.00
	BLACK SPRUCE	PULP & BOLTS	65.00	Cd	11.70	760.50	11.70	760.50
	PAPER BIRCH	PULPWOOD	55.00	Cd	10.00	550.00	10.00	550.00
	BALSAM FIR	PULPWOOD	25.00	Cd	5.00	125.00	5.00	125.00
+	► BID SPECIES	SOLD ON APPRAISED VOLUME			ISED TOTAL = E PAYMENT =	\$19,515.50 \$2,927.33	BID TOTA	L = \$ 25,743.50

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

ANY LISTED SPECIES BIOMASS 590.00 Tons 0.65 383.50

## **Mixed Species Description:**

Aspen Species Pulpwood includes: Balm of Gilead 10%; Trembling Aspen 90%.

## **Mixed Product Description:**

Black Spruce Pulp & Bolts includes: Bolts 15%; Pulpwood 85%.

#### **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 for this sale. If St. Louis County assess a fine, the permittee is responsible for payment.

## **Marketing Conditions:**

Sale is located about half a mile north of the three lakes road on a county access road.

Existing logging roads need minor improvements and partial access across open peat land.

Reserve area is also painted with blue paint.

## **Price Adjustments:**

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

Stand Density: 0%

Operational Constraints: 0% Other Price Factor: 0%

## Appraiser:

Kayla R. Johnson

(Appraisal ID 18599-0; Cutting Block ID 21238-0)

TRACT B3 COUNTY: LAKE AREA: TWO HARBORS AREA ACRES: 37.2

Permit Number: B015893 Expiration Date: 05/31/2027

Purchased By: Holden Logging LLC

Address: 6763 Highway 1, Finland, MN 55603

NESW of Section 23; NENE, NWNE, NWNW of Section 26 - Township 58, Range 8W.

					APPR UNIT	AISED .	BID	%: 55
3	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+	NORWAY PINE	PULP & BOLTS	200.00	Cd	9.00	1,800.00	13.95	2,790.00
+	PAPER BIRCH	PULPWOOD	200.00	Cd	3.00	600.00	4.65	930.00
+	WHITE SPRUCE	PULP & BOLTS	150.00	Cd	7.02	1,053.00	10.88	1,632.00
	BALSAM FIR	PULPWOOD	60.00	Cd	1.50	90.00	1.50	90.00
	ASPEN SPECIES	PULPWOOD	40.00	Cd	5.25	210.00	5.25	210.00
-	► BID SPECIES * SC	OLD ON APPRAISED VOLUME			ISED TOTAL = E PAYMENT =	\$3,753.00 \$562.95	BID TOTA	L = \$ 5,652.00

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

ANY LISTED SPECIES BIOMASS 290.00 Tons 0.20 58.00

## **Mixed Species Description:**

Aspen Species Pulpwood includes: Balm of Gilead 50%; Trembling Aspen 50%.

## **Mixed Product Description:**

Norway Pine Pulp & Bolts includes: Bolts 80%; Pulpwood 20%. White Spruce Pulp & Bolts includes: Bolts 80%; Pulpwood 20%.

## **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 and county land.
- Permission to cross county land must be obtained by permittee.
- Provisions of access and /or water crossing permits will become part of sale terms and conditions for this sale.

#### **Marketing Conditions:**

This sale is located north of Finland, on and off the KC Rd and Hwy 1 intersection. Light access improvement to the southeastern portion of the block is expected. Pine, Birch and Aspen qualities are average, however Spruce and Balsam are heavily impacted my spruce budworm and a salvage status on this permit reflects timber quality. Lake County has available timber in the area as well.

## **Price Adjustments:**

Road Construction Costs: 0% Haul Distance to Nearest Mill: -15%

Stand Density: -5%

Operational Constraints: 0% Other Price Factor: -50% (Salvage)

## Appraiser:

Glenn N. Ristow

TRACT B4 COUNTY: ST. LOUIS AREA: HIBBING AREA ACRES: 29.2

Permit Number: B015894 Expiration Date: 05/31/2026

Purchased By: Packaging Corporation of America

Address: 400 Third Ave East, International Falls, MN 56649

SESW,SWSW of Section 2; NENW,NWNW of Section 11; SESE of Section 3 - Township 60, Range 21W.

					APPR	AISED	BID %: 86	
	CDECIEC	PROPULOT	VOLUME	LINUT	UNIT	ф \/AL ПЕ	UNIT	<b>♠ \/A    </b>
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE _	\$ VALUE	PRICE .	\$ VALUE
4	WHITE SPRUCE	PULP & BOLTS	557.00	Cd	23.76	13,234.32	44.19	24,613.83
4	ASPEN SPECIES	PULP & BOLTS	325.00	Cd	20.74	6,740.50	38.58	12,538.50
	BALSAM FIR	PULPWOOD	10.00	Cd	5.50	55.00	5.50	55.00
	JACK PINE	PULP & BOLTS	10.00	Cd	22.00	220.00	22.00	220.00
_	+ BID SPECIES	* SOLD ON APPRAISED VOLUME			ISED TOTAL = E PAYMENT =	\$20,249.82 \$3,037.47	BID TOTA	L = \$ 37,427.33

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

ANY LISTED SPECIES BIOMASS 330.00 Tons 0.72 237.60

#### **Mixed Species Description:**

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

#### **Mixed Product Description:**

Aspen Species Pulp & Bolts includes: Bolts 10%; Pulpwood 90%. Jack Pine Pulp & Bolts includes: Bolts 70%; Pulpwood 30%. White Spruce Pulp & Bolts includes: Bolts 70%; Pulpwood 30%.

## **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:**

Mixed White Spruce/Aspen clearcut located on the Dean forest road, approximately 4 miles northeast of Side Lake.

## **Price Adjustments:**

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

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

## Appraiser:

Andrew E. Carlson

(Appraisal ID 19012-0; Cutting Block ID 22025-0)

TRACT B5 COUNTY: ITASCA AREA: DEER RIVER AREA ACRES: 19.0

Permit Number: B015895 Expiration Date: 05/31/2027

Purchased By: Rieger Logging Inc.

Address: 61559 Co Road 26, Northome, MN 56661

GL06, GL07 of Section 16 - Township 60, Range 24W.

			AP			BID %: 83			
SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE		
+ NORWAY PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	255.00	MBF	92.00	23,460.00	168.36	42,931.80		
+ BID SPECIES * SOLD (	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$23,460.00 \$3,519.00	BID TOTA	L = \$ 42,931.80		
Optional Timber (may be purchased with an Added Timber Agreement):									
ANY LISTED SPECIES	BIOMASS	209.00	Tons	0.65	135.85				

#### **Mixed Product Description:**

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 20%; Pulpwood 12%; Sawtimber (Softwood Only) 68%.

#### **Season of Operations:**

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

#### **Sale Conditions:**

- Access is across State land.

#### **Marketing Conditions:**

Great summer access provided off the Lost Lake forest road.

Skidding/forwarding preferably during the growing season to maximize damage to brush and soil scarification for regeneration purposes, but not required. Anchor chain if willing.

## **Price Adjustments:**

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

Stand Density: +5%

Operational Constraints: 0% Other Price Factor: 0%

## Appraiser:

Michael Shearen

(Appraisal ID 18580-0; Cutting Block ID 21782-0)

TRACT B6 COUNTY: ST. LOUIS AREA: TOWER AREA ACRES: 329.5

Permit Number: B015896 Expiration Date: 05/31/2026

Purchased By:
Address:

GL01,SENE of Section 4; GL01,GL02,GL03,GL04,NESW,NWSW,SENE,SENW,SESW,SWNE,SWNW,SWSW of Section 3 - Township 63, Range 17W.

					APPRAISED		BID:	
					UNIT		UNIT	
	SPECIES	PRODUCT	VOLUME	UNIT	PRICE	\$ VALUE	PRICE	\$ VALUE
+	ASPEN SPECIES	PULPWOOD	1,745.00	Cd	15.08	26,314.60	15.08	26,314.60
+	NORWAY PINE	PULP & BOLTS	610.00	Cd	14.40	8,784.00	14.40	8,784.00
+	MIXED HARDWOODS	PULPWOOD	460.00	Cd	8.00	3,680.00	8.00	3,680.00
	MIXED SPRUCE	PULPWOOD	220.00	Cd	7.20	1,584.00	7.20	1,584.00
	BALSAM FIR	PULPWOOD	145.00	Cd	4.00	580.00	4.00	580.00
	ASH	PULPWOOD	5.00	Cd	4.80	24.00	4.80	24.00
	+ BID SPECIES * SOLE	ON APPRAISED VOLUME			SED TOTAL = EPAYMENT =	\$40,966.60 \$6,144.99	BID TOTA	L = \$ 40,966.60

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

ANY LISTED SPECIES BIOMASS 1,855.00 Tons 0.65 1,205.75

#### **Mixed Species Description:**

Aspen Species Pulpwood includes: Balm of Gilead 5%; Largetooth Aspen 5%; Trembling Aspen 90%.

Mixed Hardwoods Pulpwood includes: Paper Birch 10%; Red Maple 90%. Mixed Spruce Pulpwood includes: Black Spruce 60%; White Spruce 40%.

#### **Mixed Product Description:**

Norway Pine Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

## **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:**

Sale is located on the north side of County Rd 422 at the intersection of 422 and Niles Bay Rd., 20 miles northeast of Cook, MN

The sale is averaging 9.7 cds/ac across the whole site. There are several pockets of lowland brush and rocky outcrops that contain no timber. Theirs about 30 acres of Norway pine averaging 20 cds/ac. Most of the stand is averaging 12cds/ac. About 80% of the site can be harvested on a normal summer and the rest could be harvested on a dry summer.

90 miles to International Falls 95 miles to Grand Rapids 145 miles to Bemidji

#### **Price Adjustments:**

Road Construction Costs: 0% Haul Distance to Nearest Mill: -10%

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

## Appraiser:

Nic John Arends

(Appraisal ID 16011-0; Cutting Block ID 21560-0)

TRACT B7 COUNTY: ST. LOUIS AREA: TOWER AREA ACRES: 427.3

Permit Number: B015897 Expiration Date: 05/31/2028

Purchased By:
Address:

GL01,GL02,NENE,NENW,NESE,NESW,NWNE,NWNW,NWSE,NWSW,SENE,SENW,SWNE,SWNW of

Section 36 - Township 65, Range 17W.

					APPRAISED		BID:	
5	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	ASPEN SPECIES	PULPWOOD	3,790.00	Cd	8.55	32,404.50	8.55	32,404.50
+	MIXED SPRUCE	PULP & BOLTS	1,220.00	Cd	6.48	7,905.60	6.48	7,905.60
+	JACK PINE	PULP & BOLTS	1,030.00	Cd	7.83	8,064.90	7.83	8,064.90
+	NORWAY PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	780.00	Cd	23.85	18,603.00	23.85	18,603.00
	MIXED HARDWOODS	PULPWOOD	520.00	Cd	4.50	2,340.00	4.50	2,340.00
	BALSAM FIR	PULPWOOD	490.00	Cd	2.25	1,102.50	2.25	1,102.50
+	WHITE PINE	WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	390.00	Cd	19.13	7,460.70	19.13	7,460.70
+	BID SPECIES * SOLD	ON APPRAISED VOLUME			ED TOTAL = PAYMENT =	\$77,881.20 \$11,682.18	BID TOTA	L = \$ 77,881.20

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

ANY LISTED SPECIES BIOMASS 3,990.00 Tons 0.65 2,593.50

#### **Mixed Species Description:**

Aspen Species Pulpwood includes: Largetooth Aspen 14%; Trembling Aspen 86%.

Mixed Hardwoods Pulpwood includes: Paper Birch 39%; Red Maple 61%. Mixed Spruce Pulp & Bolts includes: Black Spruce 92%; White Spruce 8%.

#### **Mixed Product Description:**

Jack Pine Pulp & Bolts includes: Bolts 57%; Pulpwood 43%.

Mixed Spruce Pulp & Bolts includes: Bolts 30%; Pulpwood 70%.

Norway Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 20%; Pulpwood 40%; Sawtimber (Softwood Only) 40%. White Pine Woodsrun Sawtimber (Softwood only) includes: Bolts 30%; Pulpwood 50%; Sawtimber (Softwood Only) 20%.

#### **Season of Operations:**

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

#### Sale Conditions:

- Access is across USFS, county, and state land.
- Permission to cross USFS and county land must be obtained by permittee.
- Best access is across approximately 9.5 miles US Forest Service roads. If using USFS system roads, the permit holder shall obtain a road use permit from the USFS District Office before beginning sale operations. Provisions of this permit will become part of the terms and conditions for this sale.
- Best access requires new access across USFS lands. A Special Use permit for the identified route has been applied for by the DNR. Provisions of this permit will become part of the terms and conditions for this sale.

#### **Marketing Conditions:**

Sale access is from the south using USFS Rd. 200 and USFS Rd. 1051. Access from the north is off the Hoffman Road.

Price reduced for road improvements off 200 Rd or Hoffman Rd and operating on steep terrain.

5 year permit due to access and large acreage.

Sale was appraised by Jeff Rengo, Dave Sopoci, Andrew Broz and Andrew Erickson.

## **Price Adjustments:**

Road Construction Costs: -15% Haul Distance to Nearest Mill: -10%

Stand Density: -5%

Operational Constraints: -10% Other Price Factor: -15% (re-offer)

## Appraiser:

Krista M. Roth

(Appraisal ID 14901-0; Cutting Block ID 17365-0)

TRACT B8 COUNTY: KOOCHICHING AREA: LITTLEFORK AREA ACRES: 245.2

Permit Number: B015898 Expiration Date: 05/31/2026

Purchased By: Packaging Corporation of America

Address: 400 Third Ave East, International Falls, MN 56649

GL01,GL02,NESE,NWSE,SENE,SWNE of Section 2 - Township 155, Range 25W.

NENE, NENW, NESE, NWNW, SENE, SENW, SESE, SWNE, SWNW of Section 35 - Township 156, Range 25W.

					APPR	AISED	ISED BID %: 166	
	SPECIES	PRODUCT	VOLUME	UNIT	UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+	MIXED SPRUCE	PULP & BOLTS	6,900.00	Cd	13.23	91,287.00	35.19	242,811.00
	TAMARACK	PULPWOOD	100.00	Cd	6.30	630.00	6.30	630.00
	BALSAM FIR	PULPWOOD	12.00	Cd	5.25	63.00	5.25	63.00
	+ BID SPECIES * SOLE	OON APPRAISED VOLUME			SED TOTAL = PAYMENT =	\$91,980.00 \$13,797.00	BID TOTAL	_ = \$ 243,504.00
C	ptional Timber (may l	be purchased with an Added	l Timber Agr	eement	):			
	NORTHERN HARDWOODS	PULPWOOD	1.00	Cd	10.69	10.69		
	WHITE CEDAR	PULPWOOD	1.00	Cd	6.30	6.30		
	ANY LISTED SPECIES	BIOMASS	3,800.00	Tons	0.65	2,470.00		

#### **Mixed Species Description:**

Mixed Spruce Pulp & Bolts includes: Black Spruce 99%; White Spruce 1%.

Northern Hardwoods Pulpwood includes: Paper Birch 96%; Red Maple 2%; Trembling Aspen 2%.

#### **Mixed Product Description:**

Mixed Spruce Pulp & Bolts includes: Bolts 20%; Pulpwood 80%.

#### **Cutting and Felling:**

- Fell all live black spruce equal to or greater than 5 feet tall.

#### **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:**

Spruce is averaging about a 7" DBH, 5 sticks, 20% bolts, and 20.5 cords per acre. Tamarack is averaging about an 8" DBH,

4 sticks, and 4 cords per acre.

Access is right off of county road 13 and the Gowdy.

There is a 10 acre area of low volume timber in the north unit that will need to be worked through.

Appraiser was Tim St. Aubin.

## **Price Adjustments:**

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

Stand Density: +5%

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

#### Appraiser:

**Chad Robert Wennerstrand** 

Harvest specifications and additional information about each tract may be obtained upon request from the following DNR Area Forestry Offices:

DEER RIVER AREA, AITKIN AREA, HIBBING AREA, TOWER AREA - ORR FIELD STATION, CLOQUET AREA, TWO HARBORS AREA, LITTLEFORK 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: January 10, 2024

## DEER RIVER AREA, AITKIN AREA, HIBBING AREA, TOWER AREA, CLOQUET AREA, TWO HARBORS AREA, LITTLEFORK AREA

	SUMMARY FOR S	OLD TRACTS			
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	ASPEN SPECIES	325.00	Cd	38.58	12,538.50
	RED OAK	115.00	Cd	16.61	1,910.15
	NORWAY PINE	200.00	Cd	13.95	2,790.00
	JACK PINE	10.00	Cd	22.00	220.00
	WHITE SPRUCE	707.00	Cd	37.12	26,245.83
	BLACK SPRUCE	65.00	Cd	11.70	760.50
	MIXED SPRUCE	6,900.00	Cd	35.19	242,811.00
PULPWOOD	ASH	75.00	Cd	6.60	495.00
	ASPEN SPECIES	6,170.00	Cd	47.00	289,998.00
	PAPER BIRCH	495.00	Cd	8.32	4,120.00
	MAPLE SPECIES	150.00	Cd	11.00	1,650.00
	NORTHERN HARDWOODS (optional)	1.00	Cd	-	0.00
	RED MAPLE	125.00	Cd	10.00	1,250.00
	BASSWOOD	120.00	Cd	7.70	924.00
	BALSAM FIR	107.00	Cd	3.11	333.00
	TAMARACK	100.00	Cd	6.30	630.00
	WHITE CEDAR (optional)	1.00	Cd	-	0.00
BIOMASS	ANY LISTED SPECIES (optional)	8,434.00	Tons	-	0.00
WOODSRUN SAWTIMBER (SOFTWOOD ONLY)	NORWAY PINE	255.00	MBF	168.36	42,931.80

TOTAL SOLD TRACTS CONVERTED TO CORDS: 16,176.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 275,884.47
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 629,607.78
TOTAL ACRES SOLD: 509.6

**SOLD TRACT NUMBERS:** 1, 2, 3, 4, 5, 8

TOTAL NUMBER OF TRACTS SOLD: 6

	SUMMARY FOR <u>UNSOLD</u> TRACTS									
PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE					
PULP & BOLTS	NORWAY PINE	610.00	Cd	14.40	8,784.00					
	JACK PINE	1,030.00	Cd	7.83	8,064.90					
	MIXED SPRUCE	1,220.00	Cd	6.48	7,905.60					
PULPWOOD	ASH	5.00	Cd	4.80	24.00					
	ASPEN SPECIES	5,535.00	Cd	10.61	58,719.10					
	BALSAM FIR	635.00	Cd	2.65	1,682.50					
	MIXED SPRUCE	220.00	Cd	7.20	1,584.00					
	MIXED HARDWOODS	980.00	Cd	6.14	6,020.00					
BIOMASS	ANY LISTED SPECIES (optional)	5,845.00	Tons	0.65	3,799.25					
WOODSRUN SAWTIMBER	WHITE PINE	390.00	Cd	19.13	7,460.70					
(SOFTWOOD ONLY)	NORWAY PINE	780.00	Cd	23.85	18,603.00					

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 11,405.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 118,847.80
TOTAL ACRES UNSOLD: 756.8
UNSOLD TRACT NUMBERS: 6, 7

**TOTAL NUMBER OF TRACTS UNSOLD: 2**