



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY

NOTICE OF SALE OF STUMPAGE ON STATE LANDS IN THE FOLLOWING AREA:
SANDSTONE AREA

STATUS: COMPLETED
INTERMEDIATE AUCTION - SALE #2
ORAL BID

Notice is hereby given that I offered for sale at public auction in Willow River, MN at 10:30 AM on Thursday, January 11, 2024, 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
INTERMEDIATE AUCTION
ORAL BID TIMBER SALE
SANDSTONE AREA

10:30 AM on January 11, 2024
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 whoever bids the highest price for all timber species advertised for bidding on each tract. Bidding over 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 account 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)]. Purchase is limited to registered persons or companies with 30 or fewer employees. No bidder may purchase more than twenty-five (25) percent of the tracts offered on the first round of bidding. Purchases or attempts to purchase tracts beyond the twenty-five (25) percent limit will result in the forfeiture of the down payment and loss of the tract.

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 January 11, 2025, at the following Area Headquarters: Sandstone Area. Beginning 30 days after the auction date, an unsold intermediate auction tract may be purchased by any registered responsible bidder, i.e., purchase is no longer limited to businesses with 30 or fewer employees.

TRACT X1

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 40.0

Permit Number: X019245
Expiration Date: 05/31/2027

Purchased By:
Address:

UNSOLD

NESW,NWSW,SESW,SWSW of Section 25 - Township 44, Range 16W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ WHITE SPRUCE	PULP & BOLTS	1,020.00	Cd	10.62	10,832.40	10.62	10,832.40
+ ASPEN SPECIES	PULPWOOD	120.00	Cd	14.40	1,728.00	14.40	1,728.00
RED MAPLE	PULPWOOD	30.00	Cd	8.10	243.00	8.10	243.00
BALSAM FIR	PULPWOOD	20.00	Cd	3.60	72.00	3.60	72.00
PAPER BIRCH	PULPWOOD	20.00	Cd	8.10	162.00	8.10	162.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$13,037.40	BID TOTAL = \$	13,037.40
				ADVANCE PAYMENT =	\$1,955.61		

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

ANY LISTED SPECIES BIOMASS 668.68 Tons 0.65 434.64

Mixed Species Description:

Aspen Species Pulpwood includes: Largetooth Aspen 75%; Trembling Aspen 25%.

Mixed Product Description:

White Spruce 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.
- Harvest activities may only occur October 16th-April 14th due to species of concern in the area.

Marketing Conditions:

Sale is located on the NW corner of the Belden FR and Park FR intersection.

Base Price increased 5% due to stand density, decreased 10% for haul distance and decreased 5% for operational constraints, resulting in a 10% net decrease in base prices.

Price Adjustments:

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

Appraiser:

Cody Crawford

TRACT X2

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 59.3

Permit Number: X019246
Expiration Date: 05/31/2027

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

NESE,NWSE,SENE,SESE,SWNE,SWSE of Section 12 - Township 44, Range 16W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	815.00	Cd	16.00	13,040.00	16.00	13,040.00
+ MIXED SPRUCE	PULP & BOLTS	595.00	Cd	13.40	7,973.00	13.40	7,973.00
	RED MAPLE	30.00	Cd	9.00	270.00	9.00	270.00
	BALSAM FIR	20.00	Cd	6.25	125.00	6.25	125.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$21,408.00	BID TOTAL = \$ 21,408.00
				ADVANCE PAYMENT =		\$3,211.20	

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

ANY LISTED SPECIES BIOMASS 730.00 Tons 0.65 474.50

Mixed Species Description:

Aspen Species Pulpwood includes: Largetooth Aspen 1%; Trembling Aspen 99%.
Mixed Spruce Pulp & Bolts includes: Black Spruce 9%; White Spruce 91%.

Mixed Product Description:

Balsam Fir Pulp & Bolts includes: Bolts 15%; Pulpwood 85%.
Mixed Spruce Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

Season of Operations:

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

Sale Conditions:

- Access is across state land.
- Access is across state land. Best access is via Wisconsin (see map).

Marketing Conditions:

This sale is a failed spruce plantation with pockets of aspen, merchantable spruce, and non-merchantable spruce. Best access is via the Summit trail in Wisconsin. 3/4 mile of winter trail to re-open/improve.

56 miles to Sappi

Price Adjustments:

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

Appraiser:

Dale A. Donoho

TRACT X3

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 57.0

Permit Number: X019247
Expiration Date: 05/31/2027

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

SESE,SWSE of Section 35 - Township 45, Range 16W.
NENE,NWNE,NWSE,SENE,SWNE of Section 2 - Township 44, Range 16W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ MAPLE SPECIES	PULP & BOLTS	590.00	Cd	10.98	6,478.20	10.98	6,478.20
+ PAPER BIRCH	PULPWOOD	215.00	Cd	7.65	1,644.75	7.65	1,644.75
ASPEN SPECIES	PULPWOOD	100.00	Cd	13.60	1,360.00	13.60	1,360.00
ASH	PULPWOOD	50.00	Cd	4.25	212.50	4.25	212.50

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$9,695.45 BID TOTAL = \$ 9,695.45
ADVANCE PAYMENT = \$1,454.32

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

ANY LISTED SPECIES BIOMASS 569.00 Tons 0.65 369.85

Mixed Species Description:

Aspen Species Pulpwood includes: Largetooth Aspen 20%; Trembling Aspen 80%.
Maple Species Pulp & Bolts includes: Red Maple 42%; Sugar Maple 58%.

Mixed Product Description:

Maple Species Pulp & Bolts includes: Bolts 49%; Pulpwood 51%.

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:

Sale is located off the Beldon forest road. 3/4 mile of winter trail to re-open. 5 miles of snowmobile trail to maintain (going south), 7 miles of snowmobile trail to maintain going north.

Price Adjustments:

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

Appraiser:

Dale A. Donoho

TRACT X4

COUNTY: PINE

AREA: SANDSTONE AREA

ACRES: 76.0

Permit Number: X019248
Expiration Date: 05/31/2027

Purchased By:
Address:

UNSOLD

NESE of Section 4; NENW,NESW,NWNW,NWSW,SENE,SWNW,SWSW of Section 3 - Township 45, Range 16W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID:	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULPWOOD	600.00	Cd	13.60	8,160.00	13.60	8,160.00
+* PAPER BIRCH	PULP & BOLTS	243.00	Cd	9.08	2,206.44	9.08	2,206.44
+* RED OAK	PULP & BOLTS	183.00	Cd	14.05	2,571.15	14.05	2,571.15
* MAPLE SPECIES	PULPWOOD	163.00	Cd	7.65	1,246.95	7.65	1,246.95
* ASH	PULP & BOLTS	43.00	Cd	5.20	223.60	5.20	223.60
* BASSWOOD	PULP & BOLTS	27.00	Cd	5.97	161.19	5.97	161.19

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL =	\$14,569.33	BID TOTAL = \$	14,569.33
ADVANCE PAYMENT =	\$2,185.40		

Mixed Species Description:

Aspen Species Pulpwood includes: Largetooth Aspen 3%; Trembling Aspen 97%.
Maple Species Pulpwood includes: Red Maple 67%; Sugar Maple 33%.

Mixed Product Description:

Ash Pulp & Bolts includes: Bolts 14%; Pulpwood 86%.
Basswood Pulp & Bolts includes: Bolts 17%; Pulpwood 83%.
Paper Birch Pulp & Bolts includes: Bolts 21%; Pulpwood 79%.
Red Oak Pulp & Bolts includes: Bolts 23%; Pulpwood 77%.

Cutting and Felling:

- Full tree skidding is prohibited.

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 permit is a mix of aspen harvest with few reserve trees, birch pockets with moderate reserves, and selective harvest in oak. Aspen is sold on scale, all other species are SOAV. Prices have been reduced 10% for operational constraints, and 5% for stand density. From the intersection of CR146 and Hwy 23 North of Nickerson, sale is located .25 miles South on CR146, then 1.1 miles East on Net Lake road to the Net Lake Forest Road, then 7.4 miles down the Net Lake F.R. to the sale.

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: 0%
Stand Density: -5%
Operational Constraints: -10%
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: January 11, 2024

- SUMMARY SHEET -

01/11/2024 INTERMEDIATE AUCTION - SALE #2

COMPLETED - DATA AS OF 01/12/2024

SANDSTONE AREA

SUMMARY FOR SOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	MAPLE SPECIES	590.00	Cd	10.98	6,478.20
	BALSAM FIR	20.00	Cd	6.25	125.00
	MIXED SPRUCE	595.00	Cd	13.40	7,973.00
PULPWOOD	ASH	50.00	Cd	4.25	212.50
	ASPEN SPECIES	915.00	Cd	15.74	14,400.00
	PAPER BIRCH	215.00	Cd	7.65	1,644.75
	RED MAPLE	30.00	Cd	9.00	270.00
BIOMASS	ANY LISTED SPECIES (optional)	1,299.00	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 2,415.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 31,103.45
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 31,103.45
TOTAL ACRES SOLD: 116.3
SOLD TRACT NUMBERS: 2, 3
TOTAL NUMBER OF TRACTS SOLD: 2

SUMMARY FOR UNSOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
PULP & BOLTS	ASH	43.00	Cd	5.20	223.60
	PAPER BIRCH	243.00	Cd	9.08	2,206.44
	BASSWOOD	27.00	Cd	5.97	161.19
	RED OAK	183.00	Cd	14.05	2,571.15
	WHITE SPRUCE	1,020.00	Cd	10.62	10,832.40
PULPWOOD	ASPEN SPECIES	720.00	Cd	13.73	9,888.00
	PAPER BIRCH	20.00	Cd	8.10	162.00
	MAPLE SPECIES	163.00	Cd	7.65	1,246.95
	RED MAPLE	30.00	Cd	8.10	243.00
	BALSAM FIR	20.00	Cd	3.60	72.00
BIOMASS	ANY LISTED SPECIES (optional)	668.68	Tons	0.65	434.64

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 2,469.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 27,606.73
TOTAL ACRES UNSOLD: 116.0
UNSOLD TRACT NUMBERS: 1, 4
TOTAL NUMBER OF TRACTS UNSOLD: 2