



MINNESOTA DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF FORESTRY

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

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**STATUS: COMPLETED**  
**INTERMEDIATE AUCTION - SALE #2**  
**ORAL BID**

Notice is hereby given that I offered for sale at public auction in Carlton, MN at 9:15 AM on Tuesday, December 17, 2024, 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 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](https://mndnr.gov/forestry/certification/certificates.html)



MINNESOTA DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF FORESTRY  
INTERMEDIATE AUCTION  
ORAL BID TIMBER SALE  
CLOQUET AREA

**9:15 AM on December 17, 2024**  
**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 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 December 17, 2025, at the following Area Headquarters: Cloquet 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: CARLTON

AREA: CLOQUET AREA

ACRES: 74.0

Permit Number: X019659  
Expiration Date: 05/31/2028

Purchased By:  
Address:

# UNSOLD

GL01, GL02, NENW, NWNE, NWSW, SENW, SWNE of Section 12; GL02 of Section 11 - Township 48, Range 19W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID:	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ BLACK SPRUCE	PULPWOOD	765.00	Cd	7.65	5,852.25	7.65	5,852.25
+ TAMARACK	PULPWOOD	230.00	Cd	5.10	1,173.00	5.10	1,173.00
+ ASPEN SPECIES	PULP & BOLTS	175.00	Cd	16.02	2,803.50	16.02	2,803.50
+ PAPER BIRCH	PULP & BOLTS	145.00	Cd	12.75	1,848.75	12.75	1,848.75
ASH	PULPWOOD	100.00	Cd	5.10	510.00	5.10	510.00
MAPLE SPECIES	PULPWOOD	75.00	Cd	8.50	637.50	8.50	637.50
BASSWOOD	PULP & BOLTS	40.00	Cd	10.71	428.40	10.71	428.40

+ BID SPECIES \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL =	\$13,253.40	BID TOTAL = \$	13,253.40
ADVANCE PAYMENT =	\$1,988.01		

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

ANY LISTED SPECIES	BIOMASS	824.00 Tons	0.65	535.60
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**Mixed Species Description:**

Aspen Species Pulp & Bolts includes: Balm of Gilead 5%; Trembling Aspen 95%.  
Maple Species Pulpwood includes: Red Maple 85%; Sugar Maple 15%.

**Mixed Product Description:**

Aspen Species Pulp & Bolts includes: Bolts 70%; Pulpwood 30%.  
Basswood Pulp & Bolts includes: Bolts 80%; Pulpwood 20%.  
Paper Birch Pulp & Bolts includes: Bolts 50%; Pulpwood 50%.

**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 private and state land.  
- Permission to cross private land must be obtained by permittee.

**Marketing Conditions:**

Sale is approximately 16 miles from Cloquet and 65 miles from Grand Rapids.  
Access starts on Corona Road. From Hwy 210, turn south onto Corona Road (located 8 miles east of Cromwell or 4.3 miles west of Sawyer). After the point where the road becomes privately owned, there is an existing railroad crossing.  
At the time of appraisal (winter 2023), mortality in the black spruce/tamarack harvest area is estimated to be about 25%. Mortality is expected to increase over time and decrease the estimated sale volume if not harvested before the expiration date.  
This is a re-offer sale; prices reduced by 15%.  
Geo-referenced map available upon request.

**Price Adjustments:**

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

Operational Constraints: 0%  
Other Price Factor: -15% (Reoffer)

**Appraiser:**

Katherine Boettcher

(Appraisal ID 18598-0; Cutting Block ID 21583-0)

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**TRACT X2**

**COUNTY: ST. LOUIS**

**AREA: CLOQUET AREA**

**ACRES: 35.0**

Permit Number: X019660  
Expiration Date: 05/31/2028

**Purchased By:** Krueger Dirtwerx Inc.  
**Address:** 2962 County Road 61, Mahtowa, MN 55707

GL08,NWSE,SESW,SWSE of Section 2 - Township 54, Range 16W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 75	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	PULP & BOLTS	570.00	Cd	19.79	11,280.30	34.63	19,739.10
BALSAM FIR	PULPWOOD	55.00	Cd	5.25	288.75	5.25	288.75
ASH	PULPWOOD	10.00	Cd	6.30	63.00	6.30	63.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$11,632.05	BID TOTAL = \$	20,090.85
				ADVANCE PAYMENT =	\$1,744.81		

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

ANY LISTED SPECIES BIOMASS 380.22 Tons 0.65 247.14

**Mixed Species Description:**

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

**Mixed Product Description:**

Aspen Species Pulp & Bolts includes: Bolts 40%; Pulpwood 60%.

**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.
- Provisions of access and /or water crossing permits will become part of sale terms and conditions for this sale.

**Marketing Conditions:**

Sale is located north of Cloquet directly off of Comstock Lake Rd.  
Turn east onto Comstock Lake Rd. from Hwy 53 and follow it for approximately 7 miles.  
Geo-referenced maps available upon request.

**Price Adjustments:**

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

**Appraiser:**

Katherine Boettcher

**TRACT X3**

**COUNTY: ST. LOUIS**

**AREA: CLOQUET AREA**

**ACRES: 84.4**

Permit Number: X019661  
Expiration Date: 05/31/2028

**Purchased By:** Jatco, Inc.  
**Address:** 4995 Lakeview Drive, Duluth, MN 55804

NENW,NWNW of Section 29; SESW,SWSE of Section 20 - Township 55, Range 14W.  
SESW of Section 20 - Township 55, Range 14W.  
SESW,SWSW of Section 20; NENW,NWNE,NWNW of Section 29 - Township 55, Range 14W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORWAY PINE	PULP & BOLTS	649.00	Cd	25.97	16,854.53	25.97	16,854.53
+ ASPEN SPECIES	PULPWOOD	505.00	Cd	18.02	9,100.10	18.02	9,100.10
	BALSAM FIR	144.00	Cd	4.75	684.00	4.75	684.00
+ WHITE SPRUCE	PULP & BOLTS	118.00	Cd	14.92	1,760.56	14.92	1,760.56
	JACK PINE	35.00	Cd	17.10	598.50	17.10	598.50
	RED MAPLE	11.00	Cd	9.50	104.50	9.50	104.50
	PAPER BIRCH	8.00	Cd	9.50	76.00	9.50	76.00

+ BID SPECIES \* SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$29,178.19  
ADVANCE PAYMENT = \$4,376.73  
BID TOTAL = \$ 29,178.19

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

ANY LISTED SPECIES BIOMASS 703.00 Tons 0.65 456.95

**Mixed Species Description:**

Aspen Species Pulpwood includes: Balm of Gilead 1%; Trembling Aspen 99%.

**Mixed Product Description:**

Jack Pine Pulp & Bolts includes: Bolts 60%; Pulpwood 40%.  
Norway Pine Pulp & Bolts includes: Bolts 71%; Pulpwood 29%.  
White Spruce Pulp & Bolts includes: Bolts 37%; Pulpwood 63%.

**Season of Operations:**

- Conduct sale operations on dry/ frozen soil conditions only, except with written permission from State (Cutting Blocks 1, 2, and 3).

**Sale Conditions:**

- Access is across state land (Cutting Blocks 1, 2, and 3).

**Marketing Conditions:**

From the corner of the Jim Readdy SFR and Highway 4, head ~2.25 miles south to the timber sale.

Sale has a good chance of being operable during normal summer conditions.

Norway pine is of high quality for a first entry thinning.

**Price Adjustments:**

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

**Appraiser:**

Jarrod L. Amundson

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: December 17, 2024

- SUMMARY SHEET -

12/17/2024 INTERMEDIATE AUCTION - SALE #2

COMPLETED - DATA AS OF 12/17/2024

CLOQUET AREA

SUMMARY FOR SOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
PULP & BOLTS	ASPEN SPECIES	570.00	Cd	34.63	19,739.10
	NORWAY PINE	649.00	Cd	25.97	16,854.53
	JACK PINE	35.00	Cd	17.10	598.50
	WHITE SPRUCE	118.00	Cd	14.92	1,760.56
PULPWOOD	ASH	10.00	Cd	6.30	63.00
	ASPEN SPECIES	505.00	Cd	18.02	9,100.10
	PAPER BIRCH	8.00	Cd	9.50	76.00
	RED MAPLE	11.00	Cd	9.50	104.50
	BALSAM FIR	199.00	Cd	4.89	972.75
BIOMASS	ANY LISTED SPECIES (optional)	1,083.22	Tons	-	0.00

**TOTAL SOLD TRACTS CONVERTED TO CORDS:** 2,105.00  
**TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS:** \$ 40,810.24  
**TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS:** \$ 49,269.04  
**TOTAL ACRES SOLD:** 119.4  
**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	ASPEN SPECIES	175.00	Cd	16.02	2,803.50
	PAPER BIRCH	145.00	Cd	12.75	1,848.75
	BASSWOOD	40.00	Cd	10.71	428.40
PULPWOOD	ASH	100.00	Cd	5.10	510.00
	MAPLE SPECIES	75.00	Cd	8.50	637.50
	BLACK SPRUCE	765.00	Cd	7.65	5,852.25
	TAMARACK	230.00	Cd	5.10	1,173.00
BIOMASS	ANY LISTED SPECIES (optional)	824.00	Tons	0.65	535.60

**TOTAL UNSOLD TRACTS CONVERTED TO CORDS:** 1,530.00  
**TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS:** \$ 13,253.40  
**TOTAL ACRES UNSOLD:** 74.0  
**UNSOLD TRACT NUMBER:** 1  
**TOTAL NUMBER OF TRACTS UNSOLD:** 1