

1.1 ..... moves to amend H.F. No. 3858, the delete everything amendment  
1.2 (A16-1062), as follows:

1.3 Page 5, after line 25, insert:

1.4 "Sec. 8. Minnesota Statutes 2014, section 127A.353, subdivision 4, is amended to read:

1.5 Subd. 4. **Duties; powers.** (a) The school trust lands director shall:

1.6 (1) take an oath of office before assuming any duties as the director;

1.7 (2) evaluate the school trust land asset position;

1.8 (3) determine the estimated current and potential market value of school trust lands;

1.9 (4) advise the governor, Executive Council, commissioner of natural resources,

1.10 and the Legislative Permanent School Fund Commission on the management of school  
1.11 trust lands, including:

1.12 (i) Department of Natural Resources school trust land management plans;

1.13 (ii) leases of school trust lands;

1.14 (iii) royalty agreements on school trust lands;

1.15 (iv) land sales and exchanges;

1.16 (v) cost certification; and

1.17 (vi) revenue generating options;

1.18 (5) propose to the Legislative Permanent School Fund Commission legislative  
1.19 changes that will improve the asset allocation of the school trust lands;

1.20 (6) develop a ten-year strategic plan and a 25-year framework for management of  
1.21 school trust lands, in conjunction with the commissioner of natural resources, that is  
1.22 updated every five years and implemented by the commissioner, with goals to:

1.23 (i) retain core real estate assets;

1.24 (ii) increase the value of the real estate assets and the cash flow from those assets;

1.25 (iii) rebalance the portfolio in assets with high performance potential and the  
1.26 strategic disposal of selected assets;

1.27 (iv) establish priorities for management actions; and

2.1 (v) balance revenue enhancement and resource stewardship;  
2.2 (7) submit to the Legislative Permanent School Fund Commission for review an  
2.3 annual budget and management plan for the director; and  
2.4 (8) keep the beneficiaries, governor, legislature, and the public informed about the  
2.5 work of the director by reporting to the Legislative Permanent School Fund Commission  
2.6 in a public meeting at least once during each calendar quarter.

2.7 (b) In carrying out the duties under paragraph (a), the school trust lands director  
2.8 shall have the authority to:

2.9 (1) direct and control money appropriated to the director;

2.10 (2) establish job descriptions and employ up to five employees in the unclassified  
2.11 service, within the limitations of money appropriated to the director;

2.12 (3) enter into interdepartmental agreements with any other state agency; ~~and~~

2.13 (4) enter into joint powers agreements under chapter 471;

2.14 (5) evaluate and initiate real estate development projects on school trust lands with  
2.15 the advice of the Legislative Permanent School Fund Commission in order to generate  
2.16 long-term economic return to the permanent school fund; and

2.17 ~~(4)~~ (6) submit recommendations on strategies for school trust land leases, sales, or  
2.18 exchanges to the commissioner of natural resources and the Legislative Permanent School  
2.19 Fund Commission.

2.20 **EFFECTIVE DATE.** This section is effective July 1, 2016."

2.21 Renumber the sections in sequence and correct the internal references