

- 1.1 moves to amend H.F. No. 2383 as follows:
- 1.2 Delete everything after the enacting clause and insert:
- 1.3 "Section 1. Minnesota Statutes 2018, section 127A.353, subdivision 2, is amended to read:
- 1.4 Subd. 2. **Qualifications.** The governor shall select the school trust lands director on the
- 1.5 basis of outstanding professional qualifications and knowledge of finance, business practices,
- 1.6 minerals, forest and real estate management, and the fiduciary responsibilities of a trustee
- 1.7 to the beneficiaries of a trust. The school trust lands director serves in the unclassified service
- 1.8 for a term of four years. The first term ~~shall end~~ ends on December 31, 2020. The governor
- 1.9 may remove the school trust lands director for cause. If a director resigns or is removed for
- 1.10 cause, the governor shall appoint a director for the remainder of the term.
- 1.11 Sec. 2. Minnesota Statutes 2018, section 127A.353, subdivision 4, is amended to read:
- 1.12 Subd. 4. **Duties; powers.** (a) The school trust lands director shall:
- 1.13 (1) ~~take an oath of office before assuming any duties as the director~~ act in a fiduciary
- 1.14 capacity for trust beneficiaries in accordance with the principles under section 127A.351;
- 1.15 (2) evaluate the school trust land asset position;
- 1.16 (3) determine the estimated current and potential market value of school trust lands;
- 1.17 (4) advise and provide recommendations to the governor; ~~Executive Council;~~
- 1.18 ~~commissioner of natural resources, and the Legislative Permanent School Fund Commission~~
- 1.19 ~~on the management of school trust lands, including on school trust land management policies~~
- 1.20 ~~and other policies that may affect the goal under section 127A.31;~~
- 1.21 (5) advise and provide recommendations to the Executive Council and Land Exchange
- 1.22 Board on all matters regarding school trust lands presented to either body;

- 2.1 (6) advise and provide recommendations to the commissioner of natural resources on
- 2.2 managing school trust lands, including but not limited to advice and recommendations on:
- 2.3 (i) Department of Natural Resources school trust land management plans;
- 2.4 (ii) leases of school trust lands;
- 2.5 (iii) royalty agreements on school trust lands;
- 2.6 (iv) land sales and exchanges;
- 2.7 (v) cost certification; and
- 2.8 (vi) revenue generating options;
- 2.9 (7) serve as temporary trustee of school trust lands for school trust lands subject to
- 2.10 proposed or active eminent domain proceedings;
- 2.11 (8) serve as temporary trustee of school trust lands pursuant to section 94.342, subdivision
- 2.12 5;
- 2.13 ~~(5) prepare~~ (9) submit to the Legislative Permanent School Fund Commission for review
- 2.14 an annual budget and management plan for the director that includes proposed legislative
- 2.15 changes that will improve the asset allocation of the school trust lands;
- 2.16 ~~(6)~~ (10) develop a ten-year strategic plan and a 25-year framework for management of
- 2.17 school trust lands, in conjunction with the commissioner of natural resources, that is updated
- 2.18 every five years and implemented by the commissioner, with goals to:
- 2.19 (i) retain core real estate assets;
- 2.20 (ii) increase the value of the real estate assets and the cash flow from those assets;
- 2.21 (iii) rebalance the portfolio in assets with high performance potential and the strategic
- 2.22 disposal of selected assets;
- 2.23 (iv) establish priorities for management actions; and
- 2.24 (v) balance revenue enhancement and resource stewardship; and
- 2.25 ~~(7) submit to the Legislative Permanent School Fund Commission for review an annual~~
- 2.26 ~~budget and management plan for the director; and~~
- 2.27 ~~(8)~~ (11) keep the beneficiaries, governor, legislature, and the public informed about the
- 2.28 work of the director by reporting to the Legislative Permanent School Fund Commission
- 2.29 in a public meeting at least once during each calendar quarter.

- 3.1 (b) In carrying out the duties under paragraph (a), the school trust lands director shall
- 3.2 ~~have the authority to may:~~
- 3.3 (1) direct and control money appropriated to the director;
- 3.4 (2) establish job descriptions and employ ~~up to five employees in the unclassified service,~~
- 3.5 ~~staff~~ within the limitations of money appropriated to the director;
- 3.6 (3) enter into interdepartmental agreements with any other state agency;
- 3.7 (4) enter into joint powers agreements under chapter 471;
- 3.8 (5) evaluate and initiate real estate development projects on school trust lands with the
- 3.9 advice of the Legislative Permanent School Fund Commission ~~in order~~ to generate long-term
- 3.10 economic return to the permanent school fund; and
- 3.11 ~~(6) serve as temporary trustee of school trust land for school trust lands subject to~~
- 3.12 ~~proposed or active eminent domain proceedings; and~~
- 3.13 ~~(7)~~ (6) submit recommendations on strategies for school trust land leases, sales, or
- 3.14 exchanges to the commissioner of natural resources and the Legislative Permanent School
- 3.15 Fund Commission. "
- 3.16 Delete the title and insert:
- 3.17 "A bill for an act
- 3.18 relating to state lands; modifying provisions of school trust lands director; amending
- 3.19 Minnesota Statutes 2018, section 127A.353, subdivisions 2, 4. "