



MINNESOTA LAND TRUST

October 18, 2017

Legislative Reference Library
Attn: Acquisitions Department
645 State Office Building
St. Paul, MN 55155-1050

RE: Annual Stewardship and Enforcement Fund Performance Reports to the Legislative-Citizens Commission on Minnesota Resources (LCCMR) and the Lessard-Sams Outdoor Heritage Fund (LSOHC)

To Whom It May Concern:

Enclosed please find two (2) paper copies of Minnesota Land Trust's Annual Financial Reports to the LCCMR and LSOHC on the financial performance of the Land Trust's Stewardship and Enforcement Fund, as required by Minn. Stat.: 2011 Minn. Laws 1st Special Session Chapter 2 Article 3 Section 2 Subd. 19, and Minn. Stat.: Minn. Laws 1st Special Session Chapter 6 Article 1 Section 2 Subd. 15.

Electronic copies of the same documents have been sent to reports@lrl.leg.mn as well.

Please contact me with any questions about this documentation.

Best regards,

A handwritten signature in blue ink, appearing to read 'Wayne Ostlie', is written over the 'Best regards,' text.

Wayne Ostlie
Director of Land Protection



A Report on the Stewardship and Enforcement Fund Performance Related to Environment and Natural Resources Trust Fund Appropriations

Fiscal Year 2017

Background

As required by M.L. 2011, First Special Session, Chapter 2, Article 3, Section 2, Subdivision 19 and subsequent appropriations, the Minnesota Land Trust must report annually on the performance of its Stewardship and Enforcement Fund (Fund) to the Legislative and Citizens Commission on Minnesota Resources (LCCMR). Below is a summary of the Fund's finances and activity, including deposits and expenditures related to Environment and Natural Resources Trust Fund (ENRTF) projects. This report covers the Land Trust's Fiscal Year 2017, which is July 1, 2016-June 30, 2017.

Appropriations Covered By Report

Metro Corridors

Minnesota Laws 2003, Chapter 128, Article 1, Section 9, Subd. 5(b)
Minnesota Laws 2005, First Special Session, Chapter 1, Article 2, Section 11, Subd. 5(b)
Minnesota Laws 2007, Chapter 30, Section 2, Subd. 4(c)
Minnesota Laws 2008, Chapter 367, Section 2, Subd. 3(a)
Minnesota Laws 2009, Chapter 143, Section 2, Subd. 4(f)
Minnesota Laws 2010, Chapter 362, Section 2, Subd. 4(g)
Minnesota Laws 2011, First Special Session, Chapter 2, Article 3, Section 2, Subd. 4(i)
Minnesota Laws 2013, Chapter 52, Section 2, Subd. 4(d)

Habitat Corridors

Minnesota Laws 2001, Chapter 2, Section 14, Subd. 4(e)
Minnesota Laws 2003, Chapter 128, Article 1, Section 9, Subd. 5(a)
Minnesota Laws 2005, First Special Session, Chapter 1, Section 11, Subd. 5(a)
Minnesota Laws 2007, Chapter 30, Section 2, Subd. 4(b)
Minnesota Laws 2008, Chapter 367, Section 2, Subd. 3(c)
Minnesota Laws 2009, Chapter 143, Section 2, Subd. 4(e)

Minnesota Laws 2010, Chapter 362, Section 2, Subd. 4(f)
 Minnesota Laws 2011, First Special Session, Chapter 2, Article 3, Subd. 4(j)

Avon Hills

Minnesota Laws 2008, Chapter 367, Section 2, Subd. 3(d)
 Minnesota Laws 2013, Chapter 52, Section 2, Subd. 4(j)

Green Corridors

Minnesota Laws 1997, Chapter 216, Section 17, Subd. 9(d)

Conservation-Based Development Program

Minnesota Laws 1999, Chapter 231, Section 16, Subd. 8(e)

Stewardship and Enforcement Fund Performance, Deposits and Expenditures

Table 1. FY 2017 Activity in Minnesota Land Trust Stewardship and Enforcement Fund

Stewardship Fund Balance July 1, 2016	FY 2017 Total Deposits – All Sources	FY 2017 Gain/Loss from Investments, Interest & Dividends	FY 2017 Annual Draw for Enforcement and Stewardship Purposes	Stewardship Fund Balance June 30, 2017
\$3,624,861	\$619,653	\$330,436	\$292,000	\$4,300,950

Table 2. ENRTF-related activity in Minnesota Land Trust’s Stewardship and Enforcement Fund based on 139 ENRTF-funded projects (any project with partial ENRTF funding for project costs and/or stewardship funding).

ENRTF \$ Deposited FY2017	ENRTF \$ Deposited - All Years	Estimated Overall Stewardship Fund Support for Routine Stewardship of ENRTF-Funded Projects in FY2017	Estimated Overall Stewardship Fund Support for Non-Routine Enforcement of ENRTF-Funded Projects in FY2017
0	\$1,160,000	\$75,920	0

Table 3. Average rate of return of the Stewardship and Enforcement Fund

FY2017	3-year	5-year	10-year
8.7%	3.6%	7.6%	4.8%