



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

Fiscal Year 2018

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 2018, which is July 1, 2017-June 30, 2018.

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)
Minnesota Laws 2015, Regular Session, Chapter 76, Section 2, Subd 9(e)

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)
 Minnesota Laws 2016, Chapter 186, Section 2, Subd. 9(c)

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 2018 Activity in Minnesota Land Trust Stewardship and Enforcement Fund

| Stewardship Fund Balance July 1, 2017 | FY 2018 Total Deposits – All Sources | FY 2018 Gain/Loss from Investments, Interest & Dividends | FY 2018 Annual Draw for Enforcement & Stewardship Purposes | Stewardship Fund Balance June 30, 2018 |
|--|---|---|---|---|
| \$4,300,951 | \$597,690 | \$220,997 | (\$236,000) | \$4,883,638 |

Table 2. ENRTF-related activity in Minnesota Land Trust’s Stewardship and Enforcement Fund based on 142 ENRTF-funded projects (any project with partial ENRTF funding for project costs and/or stewardship funding).

| ENRTF \$ Deposited FY2018 | 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 FY2018 |
|----------------------------------|---------------------------------------|--|--|
| 0 | \$1,190,000 | \$61,360 | 0 |

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

| FY2018 | 3-year | 5-year | 10-year |
|---------------|---------------|---------------|----------------|
| 6.1% | 5.1% | 6.5% | 5.8% |