Lessard-Sams Outdoor Heritage Council Laws of Minnesota 2014 Accomplishment Plan

Date: December 06, 2013

Program or Project Title: Preventing Forest Fragmentation and Protecting and Restoring Lake and Stream Habitat in the St. Louis River Watershed

Funds Recommended: \$ 2,800,000

Manager's Name: Thomas Howes Title: Natural Resources Manager

Organization: Fond du Lac Band of Lake Superior Chippewa

Street Address: 1720 Big Lake Road

City: Cloquet, MN 55720 **Telephone:** 218.878.7163

E-Mail: thomashowes@fdlrez.com

Organization Web Site: www.fdlrez.com

Legislative Citation:

Appropriation Language:

County Locations: St. Louis

Ecological Planning Regions:

Northern Forest

Activity Type:

Protect in Fee

Priority Resources Addressed by Activity:

- Forest
- Habitat
- Prairie
- Wetlands

Abstract:

This project will prevent forest fragmentation and protect and restore lake and stream habitat in the St. Louis River watershed through the fee acquisition of 956 acres and the restoration and enhancement of 271 acres of forests, prairie, and wetlands.

Design and Scope of Work:

The Fond du Lac Band of Lake Superior Chippewa is pleased to present this proposal to prevent forest fragmentation and to protect and restore lake and stream habitat in the St. Louis River watershed through the fee acquisition of 956 acres and the restoration and enhancement of 271 acres of forests, prairie, and wetlands. This project includes acquisition of a 440-acre priority property containing an 80-acre lake, acquisition of 280 acres along a tributary to the St. Louis River, and acquisition of 236 acres with 2,000 feet along the St. Louis River. This project will protect the water quality of the St. Louis River, provide opportunities for public fishing and hunting, and prevent forest fragmentation.

I. Acquiring the 440-Acre Priority Property: Chi-wizo zaaga'iganing (Simian Lake)

The priority for this project is the acquisition of a 440-acre property ("Priority Property"), which is one of the largest privately owned properties within the Fond du Lac Reservation and is being marketed by a real estate broker. The Priority Property contains 83 acres of wetlands and an 80-acre lake, Chi-wizo zaaga'iganing (also known as Simian Lake), which is classified as a high-priority fishery and drains into the St. Louis River. Preventing development of this lake will contribute to the restoration efforts of the St. Louis River by eliminating potential sources of sediment and nutrient loads. By purchasing the Priority Property in its entirety, the Fond du Lac Band will prevent fragmentation of the 194 acres of forest habitat on the Property.

II. Restoring and Enhancing Forests, Prairie, and Wetlands on the Priority Property

The Fond du Lac Band will perform extensive restoration and enhancement activities to improve the quality of the forests, prairie, and wetlands on the Priority Property. Two hundred twenty acres of uplands will be restored or enhanced as forests or prairie. Twenty-one acres of wetlands will be restored and another 30 acres of wetlands will be enhanced by improving the hydrologic flow by filling in ditches and removing compacted soil impeding waterflow. The wetlands will be managed to control invasive species.

III. Acquiring 280 Acres Along the Simian Creek Riparian Corridor

Simian Creek flows north from the Priority Parcel for approximately 3.6 miles before its confluence with the St. Louis River. For 1.8 miles, Simian Creek flows through several properties in private ownership (the "Riparian Properties"). Protecting the Riparian Properties will provide public control of the entire riparian corridor to the confluence with the St. Louis River. This will facilitate the management of the watershed to reduce sediment and nutrient loads into the St. Louis River.

IV. Acquiring 236 Acres Along the Main Stem of the St. Louis River

The Fond du Lac Band will also acquire 236 acres containing 2,000 feet along St. Louis River. This acquisition will further consolidate public ownership and facilitate restoration efforts along the St. Louis River.

V. The Fond du Lac Band Has Substantial Expertise in Land Management

The Fond du Lac Reservation's boundary encompasses more than 101,000 acres, including 3,000 acres of lakes, nearly 44,000 acres of wetlands, 96 miles of rivers and streams, and over 28,000 acres of forests. The Fond du Lac Band has an annual budget of \$4 million to manage and conserve its natural resources. In 2008, the Fond du Lac Band adopted an Integrated Resource Management Plan to guide its work and establish priorities. This project addresses the priorities of this Plan.

VI. Fee-to-Trust Process

After the Fond du Lac Band acquires the project properties, it will seek to transfer the land from "fee land" to "trust land" in which the fee title is held by the United States government, while the Fond du Lac Band retains the beneficial use of and full management responsibilities for the land. Should the Secretary of Interior approve a trust application for the parcels contained in our proposal, the terms and conditions contained in Minnesota law, specifically Minn. Stat. § 97A.056, subds 15-16, and the Accomplishment Plan would not be impacted and would remain in force.

The most salient issue for the Secretary's decision would likely be the reverter of title pursuant to Minn. Stat. § 97A.056, subds 15-16. It is critical to recall that the reverter only applies should the Band not comply with the grant agreement or Accomplishment Plan or restrictions are placed on the land that preclude its use for the intended conservation purposes. In some cases trust applications that included a title reverter have been denied, but this was when the acquiring entity planned to make permanent improvements on the property. Our proposal does not contemplate any permanent improvements and therefore we do not believe that the reverter will be a barrier to approval. In any event, the terms and conditions to which the Band and the State of Minnesota agree will follow the land whether it is held in fee or transferred to trust.

It is important to note that this land acquisition proposal and planned trust application is not without precedent in Minnesota. This proposal and planned trust application is nearly identical to the joint venture between the State of Minnesota and the Grand Portage Band for the creation of the Grand Portage State Park. In that case, the Band purchased state land for the park and applied to put those parcels into trust. Pursuant to Minn. Laws 1989, Ch. 259,

§ 7, a reverter of title provision was included in the sale in the event that the land was not used for a state park. The U.S. Attorney General and Dept. of Interior determined that trust status was appropriate subject to the reverter. The Attorney General's opinion was based, in part, on the fact that the land did not contain any permanent improvements.

The controlling legal authority on this issue has not changed since the Grand Portage application was approved. We believe it is likely that this land acquisition would be treated similarly.

Planning:

MN State-wide Conservation Plan Priorities:

- H2 Protect critical shoreland of streams and lakes
- H3 Improve connectivity and access to recreation
- H4 Restore and protect shallow lakes
- H5 Restore land, wetlands and wetland-associated watersheds
- H7 Keep water on the landscape
- LU8 Protect large blocks of forest land

Plans Addressed:

- Lower St. Louis River Habitat Plan
- Managing Minnesota's Shallow Lakes for Waterfowl and Wildlife
- Minnesota DNR Strategic Conservation Agenda
- State Comprehensive Outdoor Recreation Plan
- 2008 Integrated Resource Management Plan, Fond du Lac Band of Lake Superior Chippewa

LSOHC Statewide Priorities:

- Are ongoing, successful, transparent and accountable programs addressing actions and targets of one or more of the ecological sections
- Produce multiple enduring conservation benefits
- Provide Minnesotans with greater public access to outdoor environments with hunting, fishing and other outdoor recreation opportunities

LSOHC Northern Forest Section Priorities:

- Protect shoreland and restore or enhance critical habitat on wild rice lakes, shallow lakes, cold water lakes, streams and rivers, and spawning areas
- Restore forest-based wildlife habitat that has experienced substantial decline in area in recent decades

Relationship to Other Constitutional Funds:

No Relationships Listed

Accelerates or Supplements Current Efforts:

A LSOHC grant will not displace existing Fond du Lac Band funding for conservation and natural resource management. Instead, the LSOHC grant will enable the Band to accelerate and expand its conservation efforts. Since the 1990s, the Fond du Lac Band has done extensive conservation work near the Chi-wizo zaga'iganing (Simian Lake) project area to protect the Stoney Brook sub-watershed of the St. Louis River. This conservation work includes restoring hundreds of acres of wild rice habitat on nearby lakes and is detailed in the Band's 2008 Integrated Resource Management Plan. Receiving the LSOHC grant will enable the Band to seize the unique opportunity that was created when the 440-acre property encompassing Chi-wizo zaaga'iganing (Simian Lake) was put up for sale. The Band will continue with its current restoration efforts on wild rice lakes and its other conservation efforts in the Stoney Brook sub-watershed.

Sustainability and Maintenance:

The Fond du Lac Band has the personnel and financial resources to manage properly the 956 acres that will be acquired, restored, and enhanced through this project. The Fond du Lac Band has a \$4 million annual budget for natural resources management. Its natural resources staff includes 62 full-time employees and 30-40 seasonal staff, who are responsible for managing 100,000 acres within the Fond du Lac Reservation and for providing conservation services throughout historic Chippewa territories in Wisconsin and Michigan. The existing staff will be able to integrate the responsibilities for the project area into its work assignments.

The Band's staff includes a Forester, Fisheries Biologist, Wildlife Biologist, Wetlands Specialist, Watershed Specialist, and Natural Resources Manager, who together will develop a stewardship plan for the project area, including protocol for controlling invasive species and conducting prescribed burns. In addition to its own funds, the Band will seek grants from NRCS, FWS, and U.S. EPA, which have awarded the Fond du Lac Band grants in the past for conservation work.

Government Approval:

Will local government approval be sought prior to acquisition? - Yes

Permanent Protection:

Is the land you plan to acquire free of any other permanent protection? - Yes

Hunting and Fishing Plan:

Is this land open for hunting and fishing? - Yes

The Fond du Lac Band's culture is strongly linked to hunting and fishing. Hunting and fishing will be regulated on the properties to be acquired the same way these activities are regulated throughout northeast Minnesota. In this region, there is a shared DNR-tribal system of regulations where tribal members are subject to tribal regulations and non-tribal members are subject to DNR regulations. This shared system is the result of hunting, fishing, and gathering rights that the Band retains under treaties with the federal government.

The Fond du Lac Band is deeply committed to sustainably managing natural resources. Below is a link to the Band's Resource Management Division webpage where annual seasons and limits as well as information on all applicable harvest regulations for Fond du Lac Band Members can be found:

http://fdlrez.com/newnr/main.htm

The Fond du Lac Band understands and respects the diversity of perspectives on wolf hunting. The Fond du Lac Band also understands and respects the constitutional requirement that land acquired with Outdoor Heritage Fund monies be open to public fishing and hunting unless other provided by law. We believe that a balanced approach to this issue requires respecting traditional Ojibwe culture as well as local law. All lands acquired by this project will be off limits to wolf hunting and trapping as the properties are within the boundaries of the Fond du Lac Reservation and would be subject to Fond du Lac Band of Lake Superior Chippewa Ordinance #07/12 "Ma'iingan Protection".

Accomplishment Timeline

Annuavimata Data

| Activity | Completed |
|---|-------------------|
| Negotiate with the landowners of the 440-acre Priority Property encompassing Chiwizo zaagaiganing (Simian Lake) and the St. Louis River Main Stem Property and enter into purchase agreements | August 1, 2014 |
| Complete due diligence for the acquisition of the Priority Property and St. Louis River Main Stem Property | November 1, 2014 |
| Negotiate with the landowners of the Riparian Properties and enter purchase agreements | December 1, 2014 |
| Acquire fee title to the Priority Property and the St. Louis River Main Stem Property | February 1, 2015 |
| Complete due diligence for the acquisition of the Riparian Properties | April 1, 2015 |
| Develop Forest, Prairie, and Wetland Restoration and Enhancement Plan for the Priority Property | June 1, 2015 |
| Begin implementing the Restoration and Enhancement Plan for the Priority Property | September 1, 2015 |
| Acquire fee title to the Riparian Properties | December 1, 2015 |
| Complete implementation of the Restoration and Enhancement Plan for the Priority Property | July 1, 2018 |

Outcomes

Programs in the northern forest region:

- Forestlands are protected from development and fragmentation *The nearly 400 total acres of forestland at the project sites will be measured against a baseline year as to age classification and diversity of tree types.*
- Healthy populations of endangered, threatened, and special concern species as well as more common species *Periodic surveys will be conducted at Simian Lake, Simian Creek, and upland areas to evaluate the size and biodiversity of plant and animal populations.*
- Improved aquatic habitat indicators Fisheries surveys on a 5 year cycle, benthic macroinvertebrate community composition sampled annually, and water quality sampling four times per year will be continued at Simian Lake and Simian Creek along with existing sampling of the St. Louis River and compared to existing baseline data.
- Increased availability and improved condition of riparian forests and other habitat corridors *The age class and diversity of tree types in the riparian corridor will be measured against a baseline year.*
- Greater public access for wildlife and outdoors-related recreation *Number of visitors will be measured by car counts in parking lots, school visits, and game harvest registrations.*

Budget Spreadsheet

Budget reallocations up to 10% do not require an amendment to the Accomplishment Plan

Total Amount of Request: \$ 2800000

Budget and Cash Leverage

| Budget Name | LSOHC Request | Anticipated Leverage | Leverage Source | Total |
|-------------------------------|------------------|-------------------------|---|-------------|
| Personnel | \$0 | \$557,400 | Fond du Lac Band,Fond du Lac Band | \$557,400 |
| Contracts | \$146,000 | \$0 | | \$146,000 |
| Fee Acquisition w/ | \$0 | \$0 | | \$0 |
| Fee Acquisition w/o PILT | \$2,637,000 | \$0 | | \$2,637,000 |
| Easement Acquisition | \$0 | \$0 | | \$0 |
| Easement Stewardship | \$0 | \$0 | | \$0 |
| Travel | \$0 | \$0 | | \$0 |
| Professional Services | \$17,000 | \$17,000 | FDL Band | \$34,000 |
| Direct Support Services | \$0 | \$0 | | \$0 |
| DNR Land Acquisition Costs | \$0 | \$0 | | \$0 |
| Capital Equipment | \$0 | \$0 | | \$0 |
| Other Equipment/Tools | \$0 | \$0 | | \$0 |
| Supplies/Materials | \$0 | \$0 | | \$0 |
| DNR IDP | \$0 | \$0 | | \$0 |
| Total | \$2,800,000 | \$574,400 | | \$3,374,400 |

Personnel

| Position | FTE | Over # of years | LSOHC Request | Anticipated Leverage | Leverage Source | Total |
|--------------------------------------|------|-----------------|------------------|-------------------------|---------------------|-----------|
| Fisheries Biologist | 0.20 | 5.00 | \$0 | \$54,000 | Fond du Lac Band | \$54,000 |
| Wildlife Biologist | 0.20 | 5.00 | \$0 | \$54,000 | Fond du Lac Band | \$54,000 |
| Natural Resources Program Manager | 0.15 | 5.00 | \$0 | \$58,500 | Fond du Lac Band | \$58,500 |
| Forester | 0.15 | 5.00 | \$0 | \$45,000 | Fond du Lac Band | \$45,000 |
| Fire Crew Supervisor | 0.20 | 5.00 | \$0 | \$38,400 | Fond du Lac Band | \$38,400 |
| Fire Crew (3) | 0.60 | 5.00 | \$0 | \$90,000 | Fond du Lac Band | \$90,000 |
| Watershed Specialist | 0.20 | 5.00 | \$0 | \$42,000 | Fond du Lac Band | \$42,000 |
| Conservation Officers (3) | 0.20 | 5.00 | \$0 | \$126,000 | Fond du Lac Band | \$126,000 |
| Wetland Specialist | 0.30 | 5.00 | \$0 | \$49,500 | Fond du Lac Band | \$49,500 |
| Total | 2.20 | 45.00 | \$0 | \$557,400 | | \$557,400 |

Output Tables

Table 1. Acres by Resource Type

| Туре | Wetlands | Prairies | Forest | Habitats | Total |
|--|----------|----------|--------|----------|-------|
| Restore | 0 | 0 | 0 | 0 | 0 |
| Protect in Fee with State PILT Liability | 0 | 0 | 0 | 0 | 0 |
| Protect in Fee W/O State PILT Liability | 83 | 26 | 436 | 411 | 956 |
| Protect in Easement | 0 | 0 | 0 | 0 | 0 |
| Enhance | 0 | 0 | 0 | 0 | 0 |
| Total | 83 | 26 | 436 | 411 | 956 |

Table 1b. How many of these Prairie acres are Native Prairie?

| Туре | Native Prairie |
|--|----------------|
| Restore | 0 |
| Protect in Fee with State PILT Liability | 0 |
| Protect in Fee W/O State PILT Liability | 0 |
| Protect in Easement | 0 |
| Enhance | 0 |
| Total | 0 |

Table 2. Total Requested Funding by Resource Type

| Туре | Wetlands | Prairies | Forest | Habitats | Total |
|--|-----------|-----------------|-------------|-----------|-------------|
| Restore | \$0 | \$0 | \$0 | \$0 | \$0 |
| Protect in Fee with State PILT Liability | \$0 | \$0 | \$0 | \$0 | \$0 |
| Protect in Fee W/O State PILT Liability | \$361,000 | \$113,000 | \$1,445,000 | \$881,000 | \$2,800,000 |
| Protect in Easement | \$0 | \$0 | \$0 | \$0 | \$0 |
| Enhance | \$0 | \$0 | \$0 | \$0 | \$0 |
| Total | \$361,000 | \$113,000 | \$1,445,000 | \$881,000 | \$2,800,000 |

Table 3. Acres within each Ecological Section

| Туре | Metro Urban | Forest Prairie | SE Forest | Prairie | N Forest | Total |
|--|----------------|-------------------|--------------|---------|-------------|-------|
| Restore | 0 | 0 | 0 | 0 | 0 | 0 |
| Protect in Fee with State PILT Liability | 0 | 0 | 0 | 0 | 0 | 0 |
| Protect in Fee W/O State PILT Liability | 0 | 0 | 0 | 0 | 956 | 956 |
| Protect in Easement | 0 | 0 | 0 | 0 | 0 | 0 |
| Enhance | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 0 | 0 | 0 | 0 | 956 | 956 |

Table 4. Total Requested Funding within each Ecological Section

| Туре | Metro Urban | Forest Prairie | SE Forest | Prairie | N Forest | Total |
|--|----------------|-------------------|--------------|---------|-------------|-------------|
| Restore | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Protect in Fee with State PILT Liability | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Protect in Fee W/O State PILT Liability | \$0 | \$0 | \$0 | \$0 | \$2,800,000 | \$2,800,000 |
| Protect in Easement | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Enhance | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Total | \$0 | \$0 | \$0 | \$0 | \$2,800,000 | \$2,800,000 |

Table 5. Target Lake/Stream/River Miles

16 miles

Parcel List

For restoration and enhancement programs ONLY: Managers may add, delete, and substitute projects on this parcel list based upon need, readiness, cost, opportunity, and/or urgency so long as the substitute parcel/project forwards the constitutional objectives of this program in the Project Scope table of this accomplishment plan. The final accomplishment plan report will include the final parcel list.

Section 1 - Restore / Enhance Parcel List

No parcels with an activity type restore or enhance.

Section 2 - Protect Parcel List

St. Louis

| Name | TRDS | Acres | Est Cost | Existing Protection? | Hunting? | Fishing? |
|---|----------|-------|-------------|----------------------|----------|----------|
| Priority Property (Simian Lake Property) | 05017229 | 440 | \$1,750,000 | No | Limited | Full |
| Riparian Properties | 05017220 | 280 | \$439,000 | No | Limited | Full |
| St. Louis River Shoreline Property | 05017218 | 236 | \$448,000 | No | Limited | Full |

Section 2a - Protect Parcel with Bldgs

No parcels with an activity type protect and has buildings.

Section 3 - Other Parcel Activity

No parcels with an other activity type.