**Overview**

This bill gives MnSCU certain authority with respect to property transactions, construction, repairs, and improvements.

### Section
1. **Authority to acquire, develop, and sell real property for instructional purposes.** Allows the MnSCU board to build, sell, transfer, or purchase or otherwise acquire personal or real property that it does not intend to use as a permanent educational site. Allows the board to sell, transfer, or otherwise dispose of real property acquired under this section. Defines "fair market value" as a sale price resulting from public bidding, public auction, or negotiations between unrelated parties. Makes technical changes.

2. **Warranties.** Gives the board discretion in offering warranties.

3. **State employee purchase.** Establishes conditions under which personal or real property resulting from instructional construction by technical colleges may be sold to a state employee.

4. **Acquisition of real estate.** Makes technical changes.

5. **Disposal of surplus real estate.** Allows the board to dispose of surplus college or university-owned real estate. Allows the board to determine compensation. Requires the board to consult with the chairs of the senate finance committee and house ways and means committee before taking final action. Requires the board to offer the surplus real estate for public sale. Requires the board to publish notice of the sale in the State Register and a newspaper of general distribution in the city or county in which the real estate to be sold is situated. Specifies the information that must be included in the notice. Requires that real estate be sold for not less than its appraised value unless the board determines that accepting less than the appraised value serves a public purpose. Allows the cost of any survey or appraisal to be added to and made a part of the appraised value of the real estate to be sold. Requires that the conveyance of any college or university-owned interest in surplus real estate must be by legal documents approved.
by the attorney general. Allows any money received under this section to be retained by the board.

6 **Transfer of state college or university-owned improvements.** Allows the board to determine the compensation for any improvement on state-owned lands that is sold, transferred, or disposed of otherwise. Requires that the sale, transfer, or disposition must be accomplished by a bill of sale describing the improvement transferred and the terms and conditions of the transfer. Requires that the proceeds from the sale or transfer be retained by the board.

7 **Leasing of state college or university real property.** Allows the board to grant a leasehold interest in real estate. Limits the term of the leasehold interest to no more than 30 years. Allows the board to sell or otherwise dispose of any buildings, improvements, fixtures, and personal property located on the real estate. Requires the board to consult with the chairs of the senate finance committee and house ways and means committee before taking final action. Allows proceeds from the lease to be appropriated to the board. Requires the attorney general to approve any agreement or instrument granting a leasehold interest in real estate that is for a term of more than five years, or conveying any buildings or other property.

8 **General authority; construction; improvements.** Exempts minor capital projects financed with operating appropriations or institutional receipts from seeking specific legislative authority. Limits the project cost of minor capital projects authorized under this section to $250,000. Requires the board to notify the chairs of the senate finance committee and the house ways and means and capital investment committees for projects with costs in excess of $100,000 prior to incurring any contractual obligations, unless an emergency exists.