

The Board of Trustees
of the
School and Institutional Trust Lands Administration

New Policy

Amends Policy No.

Repeals Policy No.

Policy Statement No. 2007-01

Subject:

Duration of Authority to Execute
Actions Approved by the Board

The Board of Trustees of the School and Institutional Trust Lands Administration met in open, public session on April 12, 2007, and by majority vote declares the following to be an official policy of the Board:

The nature of the majority of business transactions approved by the Board of Trustees are time sensitive. Consequently, changes in circumstances inevitably affect the prudence and propriety of a given transaction, and thereby obligate the Board to re-examine non-completed transactions to ensure that they are still in the best interests of the beneficiaries. Therefore, in order to satisfy its fiduciary duty, the Board of Trustees adopts the following policy:

1. Unless specifically directed otherwise in the approving motion, all Joint Ventures, Other Business Arrangements and other business transactions which, by statute or rule must be approved by the Board of Trustees, must be executed by the Director within one year of the date of Board action.
2. Transactions which are not executed within that time frame must be resubmitted to the Board for review and action.