

116TH CONGRESS 1ST SESSION

H. R. 527

To provide for a land exchange involving Federal land in the Superior National Forest in Minnesota acquired by the Secretary of Agriculture through the Weeks Law, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

January 14, 2019

Mr. Stauber (for himself, Mr. Emmer, Mr. Peterson, Mr. Gosar, Mr. Westerman, and Mr. Hagedorn) introduced the following bill; which was referred to the Committee on Natural Resources

A BILL

- To provide for a land exchange involving Federal land in the Superior National Forest in Minnesota acquired by the Secretary of Agriculture through the Weeks Law, and for other purposes.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,
 - 3 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.
- 4 (a) Short Title.—This Act may be cited as the
- 5 "Superior National Forest Land Exchange Act of 2019".
- 6 (b) Table of Contents.—The table of contents for
- 7 this Act is as follows:
 - Sec. 1. Short title; table of contents.

Sec. 2. Purpose and need for NorthMet Land Exchange. Sec. 3. Definitions. Sec. 4. NorthMet Land Exchange. Sec. 5. Valuation of NorthMet Land Exchange. Sec. 6. Maps and legal descriptions. Sec. 7. Post-exchange land management. Sec. 8. Miscellaneous provisions. SEC. 2. PURPOSE AND NEED FOR NORTHMET LAND EX-CHANGE. (a) Purpose.—It is the purpose of this Act to further the public interest by consummating the NorthMet Land Exchange as specifically set forth in this Act. (b) NEED.—According to the Final Record of Decision, the NorthMet Land Exchange is advisable and needed because the NorthMet Land Exchange will— (1) result in a 40-acre net gain in National Forest System lands; (2) improve the spatial arrangement of National Forest System lands by reducing the amount of ownership boundaries to be managed by 33 miles; (3) improve management effectiveness by exchanging isolated Federal lands with no public overland access for non-Federal lands that will have public overland access and be accessible and open to public use and enjoyment; (4) result in Federal cost savings by eliminating certain easements and their associated administra-

tion costs;

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- (5) meet several of the priorities identified in the land and resource management plan for Superior National Forest to protect and manage administra-tively or congressionally designated, unique, pro-posed, or recommended areas, including acquisition of 307 acres of land to the administratively proposed candidate Research Natural Areas, which are man-aged by preserving and maintaining areas for eco-logical research, observation, genetic conservation, monitoring, and educational activities;
 - (6) promote more effective land management that would meet specific National Forest needs for management, including acquisition of over 6,500 acres of land for new public access, watershed protection, ecologically rare habitats, wetlands, water frontage, and improved ownership patterns;
 - (7) convey Federal land generally not needed for other Forest resource management objectives, because such land is adjacent to intensively developed private land including ferrous mining areas, where abundant mining infrastructure and transportation are already in place, including—
 - (A) a large, intensively developed open pit mine lying directly to the north of the Federal land;

1	(B) a private mine railroad, powerlines,
2	and roads lying directly to the south of the
3	Federal land; and
4	(C) already existing ore processing, milling,
5	and tailings facilities located approximately 5
6	miles to the west of the Federal land; and
7	(8) provide a practical resolution to complex
8	issues pertaining to the development of private min-
9	eral rights underlying the Federal land surface, and
10	thereby avoid potential litigation which could ad-
11	versely impact the status and management of the
12	Federal land and other National Forest System land
13	acquired under the authority of section 6 of the Act
14	of March 1, 1911 (commonly known as the Weeks
15	Law; 16 U.S.C. 515).
16	SEC. 3. DEFINITIONS.
17	In this Act:
18	(1) COLLECTION AGREEMENTS.—The term
19	"Collection Agreements" means the following agree-
20	ments between the Secretary and PolyMet pertaining
21	to the NorthMet Land Exchange:
22	(A) The agreement dated August 25,
23	2015.
24	(B) The agreement dated January 15,
25	2016.

eral land parcel" means all right, title, and interest of the United States in and to approximately 6,650 acres of National Forest System land, as identified in the Final Record of Decision, within the Superior National Forest in St. Louis County, Minnesota, as generally depicted on the map entitled "Federal Land Parcel-NorthMet Land Exchange", and dated June 2017.

- (3) Non-federal land.—The term "non-federal land" means all right, title, and interest of PolyMet in and to approximately 6,690 acres of land in four separate tracts (comprising 10 separate land parcels in total) within the Superior National Forest to be conveyed to the United States by PolyMet in the land exchange as generally depicted on an overview map entitled "Non-Federal Land Parcels—NorthMet Land Exchange" and dated June 2017, and further depicted on separate tract maps as follows:
- (A) Tract 1.—Approximately 4,650 acres of land in St. Louis County, Minnesota, generally depicted on the map entitled "Non-Federal Land Parcels—NorthMet Land Exchange—Hay Lake Tract", and dated June 28, 2018.

- 1 (B) Tract 2.—Approximately 320 acres of
 2 land in 4 separate parcels in Lake County, Min3 nesota, generally depicted on the map entitled
 4 "Non-Federal Land Parcels-NorthMet Land
 5 Exchange-Lake County Lands", and dated
 6 June 28, 2018.
 - (C) Tract 3.—Approximately 1,560 acres of land in 4 separate parcels in Lake County, Minnesota, generally depicted on the map entitled "Non-Federal Land Parcels—NorthMet Land Exchange—Wolf Lands", and dated June 2017.
 - (D) Tract 4.—Approximately 160 acres of land in St. Louis County, Minnesota, generally depicted on the map entitled "Non-Federal Land Parcel-NorthMet Land Exchange-Hunting Club Lands", dated June 2017.
 - (4) NORTHMET LAND EXCHANGE.—The term "NorthMet Land Exchange" means the land exchange specifically authorized and directed by section 4 of this Act.
 - (5) POLYMET.—The term "PolyMet" means PolyMet Mining Corporation, Inc., a Minnesota Corporation with executive offices in St. Paul, Minnesota, and headquarters in Hoyt Lakes, Minnesota.

- (6) RECORD OF DECISION.—The term "Record 1 2 of Decision" means the Final Record of Decision of 3 the Forest Service issued on January 9, 2017, ap-4 proving the NorthMet Land exchange between the 5 United States and PolyMet Mining, Inc., a Min-6 nesota Corporation, involving National Forest Sys-7 tem land in the Superior National Forest in Min-8 nesota. (7) Secretary.—The term "Secretary" means 9 10 the Secretary of Agriculture. 11 (8) STATE.—The term "State" means the State 12 of Minnesota. 13 SEC. 4. NORTHMET LAND EXCHANGE. 14 (a) Exchange Authorized and Directed.— 15 (1) In General.—Subject to section 5(c)(1)16 and other conditions imposed by this Act, if PolyMet 17 offers to convey to the United States all right, title, 18 and interest of PolyMet in and to the non-Federal
- 22 (2) LAND EXCHANGE EXPEDITED.—Subject to 23 the conditions imposed by this Act, the NorthMet 24 Land Exchange directed by this Act shall be con-

States in and to the Federal land parcel.

land, the Secretary shall accept the offer and convey

to PolyMet all right, title, and interest of the United

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summated not later than 90 days after the date of enactment of this Act.

(b) Form of Conveyance.—

- (1) Non-federal land.—Title to the non-federal land conveyed by PolyMet to the United States shall be by general warranty deed subject to existing rights of record, and otherwise conform to the title approval regulations of the Attorney General of the United States.
- (2) FEDERAL LAND PARCEL.—The Federal land parcel shall be quitclaimed by the Secretary to PolyMet by an exchange deed.

(c) Exchange Costs.—

- (1) Reimbursement Required.—PolyMet shall pay or reimburse the Secretary, either directly or through the Collection Agreements, for all land survey, appraisal, land title, deed preparation, and other costs incurred by the Secretary in processing and consummating the NorthMet Land Exchange. The Collection Agreements, as in effect on the date of the enactment of this Act, may be modified through the mutual consent of the parties.
- (2) DEPOSIT OF FUNDS.—All funds paid or reimbursed to the Secretary under paragraph (1)—

1	(A) shall be deposited and credited to the
2	accounts in accordance with the Collection
3	Agreements;
4	(B) shall be used for the purposes specified
5	for the accounts; and
6	(C) shall remain available to the Secretary
7	until expended without further appropriation.
8	(d) Conditions on Land Exchange.—
9	(1) Reservation of Certain mineral
10	RIGHTS.—Notwithstanding subsection (a), the
11	United States shall reserve the mineral rights on ap-
12	proximately 181 acres of the Federal land parcel as
13	generally identified on the map entitled "Federal
14	Land Parcel-NorthMet Land Exchange", and dated
15	June 2017.
16	(2) Third-party authorizations.—As set
17	forth in the Final Record of Decision, PolyMet shall
18	honor existing road and transmission line authoriza-
19	tions on the Federal land parcel. Upon relinquish-
20	ment of the authorizations by the holders or upon
21	revocation of the authorizations by the Forest Serv-
22	ice, PolyMet shall offer replacement authorizations

to the holders on at least equivalent terms.

SEC. 5. VALUATION OF NORTHMET LAND EXCHANGE.

- 2 (a) APPRAISALS.—The Congress makes the following 3 new findings:
- 4 (1) Appraisals of the Federal and non-Federal 5 lands to be exchanged in the NorthMet Land Ex-6 change were formally prepared in accordance with 7 the Uniform Appraisal Standards for Federal Land 8 Acquisitions, and were approved by the Secretary in 9 conjunction with preparation of the November 2015 10 Draft Record of Decision on the NorthMet Land 11 Exchange.
- 12 (2) The appraisals referred to in paragraph (1) 13 determined that the value of the non-Federal lands 14 exceeded the value of the Federal land parcel by ap-15 proximately \$425,000.
 - (3) Based on the appraisals referred to in paragraph (1), the United States would ordinarily be required to make a \$425,000 cash equalization payment to PolyMet to equalize exchange values under the Federal Land Policy and Management Act of 1976 (43 U.S.C. 1701 et seq.), unless such an equalization payment is waived by PolyMet.
- 23 (b) Values for Consummation of Land Ex-24 Change.—The appraised values of the Federal and non-25 Federal land determined and approved by the Secretary 26 in November 2015, and referenced in subsection (a)—

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1 (1) shall be the values utilized to consummate 2 the NorthMet Land Exchange; and 3 (2) shall not be subject to reappraisal. 4 (c) Waiver of Equalization Payment.— (1) CONDITION ON LAND EXCHANGE.—Not-6 withstanding section 206(b) of the Federal Land 7 Policy and Management Act (43 U.S.C. 1716(b)), 8 and as part of its offer to exchange the non-Federal 9 lands as provided in section 4(a)(1) of this Act, 10 PolyMet shall waive any payment to it of any monies 11 owed by the United States to equalize land values. 12 (2) TREATMENT OF WAIVER.—A waiver of the 13 equalization payment under paragraph (1) shall be 14 considered as a voluntary donation to the United 15 States by PolyMet for all purposes of law. 16 SEC. 6. MAPS AND LEGAL DESCRIPTIONS. 17 (a) MINOR ADJUSTMENTS.—By mutual agreement, 18 the Secretary and PolyMet may correct minor or typo-19 graphical errors in any map, acreage estimate, or descrip-20 tion of the Federal land parcel or non-Federal land to be 21 exchanged in the NorthMet Land Exchange. 22 (b) Conflict.—If there is a conflict between a map, 23 an acreage estimate, or a description of land under this Act, the map shall control unless the Secretary and

PolyMet mutually agree otherwise.

- 1 (c) Exchange Maps.—The maps referred to in sec-
- 2 tion 3 depicting the Federal and non-Federal lands to be
- 3 exchanged in the NorthMet Land Exchange, and dated
- 4 June 28 2018, depict the identical lands identified in the
- 5 Final Record of Decision, which are on file in the Office
- 6 of the Supervisor, Superior National Forest.

7 SEC. 7. POST-EXCHANGE LAND MANAGEMENT.

- 8 (a) Non-Federal Land.—Upon conveyance of the
- 9 non-Federal land to the United States in the NorthMet
- 10 Land Exchange, the non-Federal land shall become part
- 11 of the Superior National Forest and be managed in ac-
- 12 cordance with—
- 13 (1) the Act of March 1, 1911 (commonly known
- as the Weeks Law; 16 U.S.C. 500 et seq.); and
- 15 (2) the laws and regulations applicable to the
- 16 Superior National Forest and the National Forest
- 17 System.
- 18 (b) Planning.—Upon acquisition by the United
- 19 States in the NorthMet Land Exchange, the non-Federal
- 20 lands shall be managed in a manner consistent with the
- 21 land and resource management plan applicable to adjacent
- 22 federally owned lands in the Superior National Forest. An
- 23 amendment or supplement to the land and resource man-
- 24 agement plan shall not be required solely because of the
- 25 acquisition of the non-Federal lands.

- 1 (c) Federal Land.—Upon conveyance of the Fed-
- 2 eral land parcel to PolyMet in the NorthMet Land Ex-
- 3 change, the Federal land parcel shall become private land
- 4 and available for any lawful use in accordance with appli-
- 5 cable Federal, State, and local laws and regulations per-
- 6 taining to mining and other uses of land in private owner-
- 7 ship.

8 SEC. 8. MISCELLANEOUS PROVISIONS.

- 9 (a) Withdrawal of Acquired Non-Federal
- 10 Land.—The non-Federal lands acquired by the United
- 11 States in the NorthMet Land Exchange shall be with-
- 12 drawn, without further action by the Secretary, from ap-
- 13 propriation and disposal under public land laws and under
- 14 laws relating to mineral and geothermal leasing.
- 15 (b) WITHDRAWAL REVOCATION.—Any public land
- 16 order that withdraws the Federal land parcel from appro-
- 17 priation or disposal under a public land law shall be re-
- 18 voked without further action by the Secretary to the extent
- 19 necessary to permit conveyance of the Federal land parcel
- 20 to PolyMet.
- 21 (c) WITHDRAWAL OF FEDERAL LAND PENDING
- 22 Conveyance.—The Federal land parcel to be conveyed
- 23 to PolyMet in the NorthMet Land Exchange, if not al-
- 24 ready withdrawn or segregated from appropriation or dis-
- 25 posal under the mineral leasing and geothermal or other

- 1 public land laws upon enactment of this Act, is hereby so
- 2 withdrawn, subject to valid existing rights, until the date
- 3 of conveyance of the Federal land parcel to PolyMet.
- 4 (d) ACT CONTROLS.—In the event any provision of
- 5 the Record of Decision conflicts with a provision of this
- 6 Act, the provision of this Act shall control.

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