

STATE OF MINNESOTA

SEVENTY-FOURTH SESSION - 1985

SIXTEENTH DAY

SAINT PAUL, MINNESOTA, THURSDAY, FEBRUARY 21, 1985

The House of Representatives convened at 2:00 p.m. and was called to order by David M. Jennings, Speaker of the House.

Prayer was offered by Reverend Mark Wiberg, Mount Olivet Lutheran Church, Minneapolis, Minnesota.

The roll was called and the following members were present:

Anderson, G.	Erickson	Krueger	Otis	Shaver
Anderson, R.	Fjoslien	Kvam	Ozment	Sherman
Backlund	Forsythe	Levi	Pappas	Simoneau
Battaglia	Frederick	Lieder	Pauly	Skoglund
Beard	Frederickson	Long	Peterson	Solberg
Becklin	Frerichs	Marsh	Piepho	Sparby
Begich	Greenfield	McDonald	Piper	Stanius
Bennett	Gruenes	McEachern	Poppenhagen	Staten
Bishop	Gutknecht	McKasy	Price	Sviggum
Blatz	Halberg	McLaughlin	Quinn	Thiede
Boerboom	Hartinger	McPherson	Quist	Thorson
Boo	Hartle	Metzen	Redalen	Tjornhom
Brandl	Haukoos	Miller	Rees	Tomlinson
Brinkman	Heap	Minne	Rest	Tompkins
Brown	Himle	Munger	Rice	Tunheim
Burger	Jacobs	Murphy	Richter	Uphus
Carlson, D.	Jaros	Nelson, D.	Riveness	Valan
Carlson, J.	Jennings, L.	Neuenschwander	Rodosovich	Valento
Carlson, L.	Johnson	Norton	Rose	Vellenga
Clausnitzer	Kahn	O'Connor	Sarna	Voss
Cohen	Kalis	Ogren	Schafer	Waltman
Dempsey	Kelly	Olson, S.	Scheid	Welle
DenOuden	Kiffmeyer	Olson, E.	Schoenfeld	Wenzel
Dimler	Knickerbocker	Omman	Schreiber	Wynia
Dyke	Knuth	Onnen	Seaberg	Zaffke
Elioff	Kostohryz	Osthoff	Segal	Spk. Jennings, D.

A quorum was present.

Clark; Ellingson; Nelson, K., and Vanasek were excused.

The Chief Clerk proceeded to read the Journal of the preceding day. Rose moved that further reading of the Journal be dispensed with and that the Journal be approved as corrected by the Chief Clerk. The motion prevailed.

REPORTS OF CHIEF CLERK

Pursuant to Rules of the House, printed copies of H. F. Nos. 97, 98, 210, 34 and 336 and S. F. Nos. 46, 263, 69 and 223 have been placed in the members' files.

REPORTS OF STANDING COMMITTEES

Halberg from the Committee on Judiciary to which was referred:

H. F. No. 67, A bill for an act relating to judges; providing for the manner of filling vacancies in the office of judge; proposing coding for new law in Minnesota Statutes, chapter 480B.

Reported the same back with the following amendments:

Page 2, line 13, delete "(4)" and insert "(3)"

Page 2, line 17, delete "clause (1) or (4)" and insert "clauses (1) to (4)"

Page 2, line 31, delete "six" and insert "seven"

With the recommendation that when so amended the bill pass.

The report was adopted.

Halberg from the Committee on Judiciary to which was referred:

H. F. No. 68, A bill for an act relating to trusts; eliminating the requirement of qualifying trustees in certain cases; amending Minnesota Statutes 1984, section 524.3-913.

Reported the same back with the following amendments:

Page 1, line 18, after "is" insert "*expressly requested by will or*"

With the recommendation that when so amended the bill pass and be placed on the Consent Calendar.

The report was adopted.

Halberg from the Committee on Judiciary to which was referred:

H. F. No. 140, A bill for an act relating to financial institutions; providing for deposits by minors and deposits in multi-

party accounts; regulating multi-party accounts; amending Minnesota Statutes 1984, sections 48.30; 52.13; 528.02, subdivisions 3, 6, 8, and 11; 528.04; 528.05; 528.06; 528.07; 528.08; 528.09; 528.10; 528.11; 528.13; and 528.15; proposing coding for new law in Minnesota Statutes, chapters 48, 51A, and 52; repealing Minnesota Statutes 1984, sections 51A.26; 51A.28; 528.02, subdivision 15; and 528.12.

Reported the same back with the following amendments:

Page 11, line 36, delete the second comma

Page 11, line 36, strike "sections 3 to 27"

With the recommendation that when so amended the bill pass.

The report was adopted.

Erickson from the Committee on Education to which was referred:

H. F. No. 151, A bill for an act relating to education; prohibiting a school district from commencing the school year prior to Labor Day; amending Minnesota Statutes 1984, section 126.12.

Reported the same back with the following amendments:

Page 1, line 12, after "year" insert "*for grades kindergarten through twelve*"

Page 1, line 14, after the period insert "*To the extent possible, those districts which enter into interdistrict cooperation aid agreements pursuant to section 124.272 are encouraged to adopt similar school calendars.*"

With the recommendation that when so amended the bill pass.

The report was adopted.

Blatz from the Committee on Crime and Family Law to which was referred:

H. F. No. 213, A bill for an act relating to crimes; authorizing parents of children in day care facilities to be informed of abuse reports under the reporting of maltreatment of minors act; amending Minnesota Statutes 1984, section 626.556, subdivision 10.

Reported the same back with the following amendments:

Delete everything after the enacting clause and insert:

"Section 1. Minnesota Statutes 1984, section 626.556, subdivision 10b, is amended to read:

Subd. 10b. [DUTIES OF COMMISSIONER; NEGLECT OR ABUSE IN A FACILITY.] If the report alleges that a child in the care of a facility as defined in subdivision 2 is neglected, physically abused, or sexually abused by an individual in that facility, the commissioner shall immediately investigate. The commissioner shall arrange for the transmittal to him of reports received by local agencies and may delegate to a local welfare agency the duty to investigate reports. In conducting an investigation under this section, the commissioner has the powers and duties specified for local welfare agencies under this section. *The commissioner or the local welfare agency may interview any children who are or have been in the care of the facility under investigation and their parents, guardians, or legal custodians.*

Prior to any interview, the commissioner or local welfare agency shall provide the following information to the parent, guardian, or legal custodian of a child who will be interviewed: the name of the facility, the fact that a report alleging neglect, physical abuse, or sexual abuse of a child in the facility has been received, and the nature of the alleged neglect, physical abuse, or sexual abuse.

Sec. 2. Minnesota Statutes 1984, section 626.556, is amended by adding a subdivision to read:

Subd. 10c. [NOTIFICATION OF NEGLECT OR ABUSE IN A FACILITY.] *When a report is received that alleges neglect, physical abuse, or sexual abuse of a child in a facility required to be licensed pursuant to sections 245.781 to 245.812, the commissioner or the local welfare agency investigating the report shall provide the following information to the parent, guardian, or legal custodian of a child alleged to have been neglected, physically abused, or sexually abused: the name of the facility, the fact that a report alleging neglect, physical abuse, or sexual abuse of a child in the facility has been received, and the nature of the alleged neglect, physical abuse, or sexual abuse. The commissioner or the local welfare agency may also provide this information to the parent, guardian, or legal custodian of each child in the facility if the investigative agency knows or has reason to believe the alleged neglect, physical abuse, or sexual abuse has occurred.*

When the commissioner or local welfare agency has completed its investigation, every parent, guardian, or legal custodian notified of the investigation shall be provided with the following

information in a written report: the name of the facility investigated, the nature of the alleged neglect, physical abuse, or sexual abuse, relevant information obtained from medical or other records reviewed, the investigator's name, a summary of the investigation findings, and a statement whether the report was found to be substantiated, unsubstantiated, or could not be either substantiated or disproved. The report shall be written in a manner that protects the identity of the reporter and the child and shall not contain the name, or to the extent possible, reveal the identity of the alleged perpetrator or of those interviewed during the investigation. The commissioner or local welfare agency may also provide the written report to the parent, guardian, or legal custodian of each child in the facility.

Sec. 3. Minnesota Statutes 1984, section 626.556, subdivision 11, is amended to read:

Subd. 11. [RECORDS.] All records maintained by a local welfare agency under this section, including any written reports filed under subdivision 7, shall be private data on individuals, except insofar as copies of reports are required by subdivision 7 to be sent to the local police department or the county sheriff, and except as otherwise provided in subdivision 10c. Report records maintained by any police department or the county sheriff shall be private data on individuals except the reports shall be made available to the investigating, petitioning, or prosecuting authority. The welfare board shall make available to the investigating, petitioning, or prosecuting authority any records which contain information relating to a specific incident of neglect or abuse which is under investigation, petition, or prosecution and information relating to any prior incidents of neglect or abuse involving any of the same persons. The records shall be collected and maintained in accordance with the provisions of chapter 13. An individual subject of a record shall have access to the record in accordance with those sections, except that the name of the reporter shall be confidential while the report is under assessment or investigation. After the assessment or investigation is completed, the name of the reporter shall be confidential but shall be accessible to the individual subject of the record upon court order.

Records maintained by local welfare agencies, the police department or county sheriff under this section shall be destroyed as described in clauses (a) to (c):

(a) If upon assessment or investigation a report is found to be unsubstantiated, notice of intent to destroy records of the report shall be mailed to the individual subject of the report. At the subject's request the records shall be maintained as private data. If no request from the subject is received within 30 days of mailing the notice of intent to destroy, the records shall be destroyed.

(b) All records relating to reports which, upon assessment or investigation, are found to be substantiated shall be destroyed seven years after the date of the final entry in the case record.

(c) All records of reports which, upon initial assessment or investigation, cannot be substantiated or disproved to the satisfaction of the local welfare agency, local police department or county sheriff may be kept for a period of one year. If the local welfare agency, local police department or county sheriff is unable to substantiate the report within that period, each agency unable to substantiate the report shall destroy its records relating to the report in the manner provided by clause (a).

Sec. 4. Minnesota Statutes 1984, section 626.557, is amended by adding a subdivision to read:

Subd. 11a. [LICENSING AGENCY NOTICE TO PARENT OR GUARDIAN.] When a licensing agency receives a report of alleged abuse or neglect of a vulnerable adult in a facility required to be licensed pursuant to section 144A.02 or sections 245.781 to 245.812, the agency shall provide the following information to the parents, guardian, conservator, spouse, legal representative, or other person identified as next of kin of a vulnerable adult alleged to have been abused or neglected: the name of the facility, the fact that a report of alleged abuse or neglect of a vulnerable adult in the facility has been received, and the nature of the alleged abuse or neglect. The licensing agency may also inform the parents, guardian, conservator, spouse, legal representative, or other person identified as next of kin of each vulnerable adult in the facility.

When the licensing agency's investigation is complete, the licensing agency shall send a copy of the investigation memorandum prepared pursuant to subdivision 12 to every parent, guardian, conservator, spouse, legal representative, or other person identified as next of kin notified of the investigation. The licensing agency may also provide a copy of the investigation memorandum to the parent, guardian, conservator, spouse, legal representative, or other person identified as next of kin of each vulnerable adult in the facility where a report of alleged abuse or neglect was made.

Sec. 5. Minnesota Statutes 1984, section 626.557, subdivision 12, is amended to read:

Subd. 12. [RECORDS.] During the licensing agency's investigation, all data collected pursuant to this section shall be classified as investigative data pursuant to section 13.39 except that information may be disclosed as provided in subdivision 11a. After the licensing agency's investigation is complete, all data collected and maintained on individuals shall be private data. Both during the licensing agency's investigation and after

the licensing agency's investigation is complete, all data collected and maintained pursuant to this section shall be made available to prosecuting authorities and law enforcement officials, local welfare agencies, and licensing agencies investigating the alleged abuse or neglect. Except as otherwise provided in this subdivision, after the licensing agency's investigation is complete, the name of the reporter shall be disclosed only upon court order based on a finding that the report was false and made in bad faith.

Each licensing agency shall maintain summary records of reports of (SUSPECTED) *alleged* abuse or neglect and (SUSPECTED) *alleged* violations of the requirements of this section with respect to facilities or persons licensed or credentialed by that agency. As part of these records, the agency shall prepare an investigation memorandum. The investigation memorandum shall be accessible to the public pursuant to section 13.03. It shall contain a complete review of the agency's investigation, including but not limited to the (FACILITY'S) *name of any facility investigated, (IF ANY), a statement of the nature of the (SUSPECTED) alleged abuse or neglect or other violation of the requirements of this section, pertinent information obtained from medical or other records reviewed, the investigator's name, a summary of the investigation's findings, (AND) a statement of (ANY DETERMINATION MADE OR) whether the report was found to be substantiated, false, or unsubstantiated, and a statement of any action taken by the agency.* The investigation memorandum shall be written in a manner which protects the identity of the reporter and of the vulnerable adult and may not contain the name or, to the extent possible, the identity of the alleged perpetrator or of those interviewed during the investigation. (DURING THE LICENSING AGENCY'S INVESTIGATION, ALL DATA COLLECTED PURSUANT TO THIS SECTION SHALL BE CLASSIFIED AS INVESTIGATIVE DATA PURSUANT TO SECTION 13.39. AFTER THE LICENSING AGENCY'S INVESTIGATION IS COMPLETE, THE DATA ON INDIVIDUALS COLLECTED AND MAINTAINED SHALL BE PRIVATE DATA ON INDIVIDUALS. ALL DATA COLLECTED PURSUANT TO THIS SECTION SHALL BE MADE AVAILABLE TO PROSECUTING AUTHORITIES AND LAW ENFORCEMENT OFFICIALS, LOCAL WELFARE AGENCIES, AND LICENSING AGENCIES INVESTIGATING THE ALLEGED ABUSE OR NEGLECT. NOTWITHSTANDING ANY LAW TO THE CONTRARY, THE NAME OF THE REPORTER SHALL BE DISCLOSED ONLY UPON A FINDING BY THE COURT THAT THE REPORT WAS FALSE AND MADE IN BAD FAITH.)

Notwithstanding the provisions of section 138.163:

(1) All data maintained by licensing agencies, treatment facilities, or other public agencies which relate to reports which,

upon investigation, the licensing agency finds to be false may be destroyed two years after the finding was made;

(2) All data maintained by licensing agencies, treatment facilities, or other public agencies which relate to reports which, upon investigation, the licensing agency finds to be unsubstantiated may be destroyed four years after the finding was made;

(3) All data maintained by licensing agencies, treatment facilities, or other public agencies which relate to reports which, upon investigation, the licensing agency finds to be substantiated may be destroyed seven years after the finding was made."

Delete the title and insert:

"A bill for an act relating to the maltreatment of minors or vulnerable adults in certain licensed facilities; providing for notification of parents or guardians after reports of alleged abuse; clarifying certain provisions; amending Minnesota Statutes 1984, sections 626.556, subdivisions 10b, 11, and by adding a subdivision; and 626.557, subdivision 12, and by adding a subdivision."

With the recommendation that when so amended the bill pass.

The report was adopted.

Bennett from the Committee on Commerce and Economic Development to which was referred:

H. F. No. 320, A bill for an act relating to the city of Roseville; increasing the total number of on-sale liquor licenses.

Reported the same back with the following amendments:

Page 1, line 9, delete "30" and insert "36"

With the recommendation that when so amended the bill pass.

The report was adopted.

Bennett from the Committee on Commerce and Economic Development to which was referred:

H. F. No. 438, A bill for an act relating to housing; raising the limit on the total amount of Minnesota housing finance agency bonds and notes outstanding; amending Minnesota Statutes 1984, section 462A.22, subdivision 1.

Reported the same back with the recommendation that the bill pass and be re-referred to the Committee on Appropriations.

The report was adopted.

Levi from the Committee on Rules and Legislative Administration to which was referred:

House Resolution No. 1, A house resolution extending condolences to the families and friends of the volunteer firefighters who died in a fire in Sauk Centre and indicating appreciation to all firefighters.

Reported the same back with the recommendation that the resolution be adopted.

The report was adopted.

Levi from the Committee on Rules and Legislative Administration to which was referred:

House Concurrent Resolution No. 3, A house concurrent resolution providing for a joint convention of the Senate and the House of Representatives to elect members of the Board of Regents of the University of Minnesota.

Reported the same back with the recommendation that the resolution be adopted.

The report was adopted.

SECOND READING OF HOUSE BILLS

H. F. Nos. 67, 68, 140, 151, 213 and 320 were read for the second time.

INTRODUCTION AND FIRST READING OF HOUSE BILLS

The following House Files were introduced:

Jacobs introduced:

H. F. No. 522, A bill for an act relating to taxation; adopting federal taxable income for individual income tax purposes; reducing the tax rate; amending Minnesota Statutes 1984, sections 41.55; 290.01, subdivisions 19, 20, 20a, 20b, and 20d; 290.012, subdivision 2; 290.06, subdivisions 2c, 2d, 3f, and 11; 290.068, subdivisions 1, 3, and 4; 290.069, subdivisions 4b, 5, 6, and 7; 290.08, subdivision 1; 290.09, subdivisions 1, 2, and 29; 290.091; 290.095, subdivisions 7, 9, and 11; 290.10; 290.101, subdivision 1; 290.12, subdivisions 1 and 2; 290.14; 290.16, subdivision 1a; 290.23, subdivisions 3 and 5; 290.311, subdivision 1; 290.37, subdivisions 1 and 3; 290.38; 290.39, subdivisions 1a and 2; 290.46;

290.49, subdivision 10; 290.92, subdivisions 2a, 5, and 21; 290.93, subdivision 10; 290.9726, subdivision 1; 290.974; and 290A.03, subdivision 3; proposing coding for new law in Minnesota Statutes, chapter 290; repealing Minnesota Statutes 1984, sections 41.58, subdivision 3; 41.59, subdivisions 2 and 3; 290.01, subdivisions 20c, 20f, and 26; 290.06, subdivisions 3e, 14, 16, 17, 18, and 19; 290.069, subdivisions 4 and 4a; 290.077, subdivision 4; 290.08, subdivisions 23 and 24; 290.088; 290.089; 290.17, subdivision 1a; 290.18, subdivision 2; 290.41, subdivision 5; and 290.9726, subdivision 5.

The bill was read for the first time and referred to the Committee on Taxes.

Anderson, R., introduced:

H. F. No. 523, A bill for an act relating to industrial development bonds; requiring the refund of application deposits to the city of Fergus Falls.

The bill was read for the first time and referred to the Committee on Local and Urban Affairs.

Anderson, R., introduced:

H. F. No. 524, A bill for an act relating to industrial development bonds; requiring the refund of certain 1984 application deposits.

The bill was read for the first time and referred to the Committee on Local and Urban Affairs.

Olsen, S.; Erickson; McEachern and Nelson, K., introduced:

H. F. No. 525, A bill for an act relating to education; requiring an educational cooperative service unit to conduct a meeting annually to discuss issues of mutual concern and to facilitate coordination and cooperation; amending Minnesota Statutes 1984, section 123.58, by adding a subdivision.

The bill was read for the first time and referred to the Committee on Education.

Solberg, Begich, Redalen and Neuenschwander introduced:

H. F. No. 526, A bill for an act relating to local government; fixing conditions of certain energy improvement loans; amending Minnesota Statutes 1984, section 471.65.

The bill was read for the first time and referred to the Committee on Local and Urban Affairs.

Carlson, D., for the Committee on Transportation, introduced:

H. F. No. 527, A resolution memorializing the President and Congress of the United States to take prompt action to enact an interstate cost estimate bill.

The bill was read for the first time and referred to the Committee on Rules and Legislative Administration.

McLaughlin, Long, Otis, Staten and Kahn introduced:

H. F. No. 528, A bill for an act relating to Special School District No. 1 of the city of Minneapolis; increasing the size of the board of education to nine members; providing for six members to be elected by districts; amending Laws 1959, chapter 462, section 3, subdivisions 1 and 3, as amended and renumbered.

The bill was read for the first time and referred to the Committee on Education.

Knickerbocker, Sviggum, Norton, Waltman and Simoneau introduced:

H. F. No. 529, A bill for an act relating to state and local government; providing procedures for the conduct of meetings by public bodies; amending Minnesota Statutes 1984, sections 62E.10, subdivision 4; 116C.60; 129.121, subdivision 5; 144.413, subdivision 3; 144.581, subdivision 4; and 400.04, subdivision 3; proposing coding for new law as Minnesota Statutes, chapter 471A; repealing Minnesota Statutes 1984, section 471.705.

The bill was read for the first time and referred to the Committee on Governmental Operations.

Waltman, Richter and Uphus introduced :

H. F. No. 530, A bill for an act relating to commerce; regulating transient merchants; amending Minnesota Statutes 1984, sections 329.099; 329.14; and 329.15.

The bill was read for the first time and referred to the Committee on Commerce and Economic Development.

Nelson, K.; Kelly; Sherman; Ozment and Lieder introduced :

H. F. No. 531, A bill for an act relating to drivers licenses; prohibiting driver's license renewal for traffic violators with outstanding fines; amending Minnesota Statutes 1984, section 171.16, subdivision 3.

The bill was read for the first time and referred to the Committee on Judiciary.

Poppenhagen introduced :

H. F. No. 532, A bill for an act relating to commerce; changing a cross reference relating to undistributed property after dissolution of a cooperative; amending Minnesota Statutes 1984, section 308.14, subdivision 3b.

The bill was read for the first time and referred to the Committee on Judiciary.

Rose, Kalis, Knuth, Himle and Carlson, D., introduced :

H. F. No. 533, A bill for an act relating to occupations and professions; concerning the practice of veterinary medicine; allowing foreign veterinary graduates to be admitted to practice under certain conditions; amending Minnesota Statutes 1984, sections 156.001; 156.02, subdivision 1; 156.081, subdivision 2; and 156.12, subdivision 2; repealing Minnesota Statutes 1984, section 156.09.

The bill was read for the first time and referred to the Committee on Health and Human Services.

Begich, Battaglia, Solberg and O'Connor introduced:

H. F. No. 534, A bill for an act relating to traffic regulations; providing that excessive motor vehicle speed of not more than ten miles per hour is a conservation violation; providing a penalty; amending Minnesota Statutes 1984, section 169.141, subdivision 2, and by adding a subdivision.

The bill was read for the first time and referred to the Committee on Transportation.

Sherman, Valento, Kahn, Onnen and Dempsey introduced:

H. F. No. 535, A bill for an act relating to public health; prohibiting the use of lead in solder in certain instances; proposing coding for new law in Minnesota Statutes, chapter 145.

The bill was read for the first time and referred to the Committee on Commerce and Economic Development.

Sparby; Carlson, D., and Begich introduced:

H. F. No. 536, A bill for an act relating to public safety; regulating transportation of firearms and bows; amending Minnesota Statutes 1984, section 100.29, subdivision 5.

The bill was read for the first time and referred to the Committee on General Legislation and Veterans Affairs.

Solberg and Neuenschwander introduced:

H. F. No. 537, A bill for an act relating to Itasca county; changing the permissible expenditure on tourist, agricultural, and industrial promotion; amending Laws 1965, chapter 326, section 1, subdivision 5, as amended.

The bill was read for the first time and referred to the Committee on Local and Urban Affairs.

Onnen, Tomlinson and Schreiber introduced :

H. F. No. 538, A bill for an act relating to taxation; updating income tax provisions to changes in the Internal Revenue Code; amending Minnesota Statutes 1984, sections 290.01, subdivisions 20, 20a, 20b, and 21; 290.032, subdivision 1; 290.06, subdivision 14; 290.067, subdivision 1; 290.068, subdivisions 2, 4, and 5; 290.07, subdivisions 5 and 7; 290.071, subdivision 5; 290.079, subdivision 1; 290.08, subdivision 26; 290.089, subdivision 7; 290.09, subdivisions 7 and 19; 290.091; 290.10; 290.13, subdivision 1; 290.131, subdivision 1; 290.132, subdivision 1; 290.133, subdivision 1; 290.135, subdivision 1; 290.136, subdivision 1; 290.14; 290.16, subdivisions 3, 7, 9, 13, 15, 16, and by adding a subdivision; 290.17, subdivision 2; 290.21, subdivision 4; 290.23, subdivision 5; 290.26, subdivision 2; 290.31, subdivisions 2, 4, and 5; 290.37, subdivision 1; 290.39, subdivision 2; 290.41, subdivision 1, and by adding a subdivision; 290.53, subdivision 9; 290.65, subdivision 16; 290.93, subdivisions 1, 3, 5, 6, 7, and 10; and 290A.03, subdivision 3; repealing Laws 1984, chapter 502, article 2, section 4.

The bill was read for the first time and referred to the Committee on Taxes.

Gruenes, Price, Omann, Jacobs and Redalen introduced :

H. F. No. 539, A bill for an act relating to utilities; excepting certain public utility pipelines from county and environmental quality board regulation; authorizing settlement in cases of proposed general rate increases by public utilities upon review and approval by public utilities commission; authorizing department of public service to consolidate prehearing discovery activities of attorney general regarding utility rate changes; eliminating depreciation as factor in commission determination of fair rate of return for utility; allowing certain advertising expense of utility to be considered for rate purposes; providing new standard for intervention cost reimbursement in rate proceedings; increasing cost limitation for utility to acquire use of additional operating unit before commission authorization is required; amending Minnesota Statutes 1984, sections 116I.01, subdivision 3; 216B.16, subdivisions 1a, 2, 6, 8, and 10; and 216B.50, subdivision 1.

The bill was read for the first time and referred to the Committee on Regulated Industries and Energy.

Clark; Anderson, R., and Onnen introduced:

H. F. No. 540, A bill for an act relating to human services; conforming liquid asset limits in the Minnesota supplemental aid program for persons eligible by reason of old age or disability to the limits prescribed by the federal supplemental security income program; amending Minnesota Statutes 1984, section 256D.37, subdivision 2.

The bill was read for the first time and referred to the Committee on Health and Human Services.

Pappas, Seaberg, McKasy, Valento and Kiffmeyer introduced:

H. F. No. 541, A bill for an act relating to taxation; property; exempting certain real property owned by certain fraternal organizations; amending Minnesota Statutes 1984, section 272.02, subdivision 1.

The bill was read for the first time and referred to the Committee on Taxes.

McLaughlin, Rest, Brandl and Clark introduced:

H. F. No. 542, A bill for an act relating to taxation; income; modifying the minimum tax; amending Minnesota Statutes 1984, section 290.091.

The bill was read for the first time and referred to the Committee on Taxes.

Halberg, Tompkins, Cohen, Himle and Backlund introduced:

H. F. No. 543, A bill for an act relating to human rights; removing a statutory prohibition on waiver of remedies under the human rights act; repealing Minnesota Statutes 1984, section 363.031.

The bill was read for the first time and referred to the Committee on Judiciary.

Schreiber introduced:

H. F. No. 544, A bill for an act relating to private activity bonds; modifying the method of allocating authority to issue private activity obligations; correcting erroneous references; appropriating money; amending Minnesota Statutes 1984, sections 116J.58, subdivision 4; 474.16, by adding subdivisions; 474.17, subdivisions 1, 3, and 4; 474.19; 474.20; 474.22; and 474.23; proposing coding for new law in Minnesota Statutes, chapter 474; repealing Minnesota Statutes 1984, sections 474.16, subdivisions 3 and 4; 474.18; 474.24; and Laws 1984, chapter 582, section 23.

The bill was read for the first time and referred to the Committee on Taxes.

Poppenhagen, Sviggum, Simoneau, Schoenfeld and Heap introduced:

H. F. No. 545, A bill for an act relating to insurance; removing the limits on credits offered on workers' compensation insurance premiums; amending Minnesota Statutes 1984, section 79.55, by adding a subdivision.

The bill was read for the first time and referred to the Committee on Labor-Management Relations.

Sviggum, Kvam, Quist, Greenfield and Welle introduced:

H. F. No. 546, A bill for an act relating to human services; requiring a study and report on public guardianship.

The bill was read for the first time and referred to the Committee on Health and Human Services.

Clausnitzer, Shaver and Heap introduced:

H. F. No. 547, A bill for an act relating to local government; providing conditions for the adoption or amendment of comprehensive municipal plans; amending Minnesota Statutes 1984, section 462.355, subdivision 3.

The bill was read for the first time and referred to the Committee on Local and Urban Affairs.

McKasy, Blatz, Norton, Schreiber and Brandl introduced:

H. F. No. 548, A bill for an act relating to taxation; increasing the income tax itemized deduction for use of an automobile for volunteer services; amending Minnesota Statutes 1984, section 290.089, subdivision 2.

The bill was read for the first time and referred to the Committee on Taxes.

Boo, Schafer and Shaver introduced:

H. F. No. 549, A bill for an act relating to elections; permitting employers to deduct pay from employees who take time off from work to vote; amending Minnesota Statutes 1984, section 204C.04.

The bill was read for the first time and referred to the Committee on General Legislation and Veterans Affairs.

Voss, Murphy, Jacobs, Knuth and Price introduced:

H. F. No. 550, A bill for an act relating to taxation; sales and use; motor vehicle excise; reducing the general rate to five percent; amending Minnesota Statutes 1984, sections 297A.02, subdivision 1; 297A.03, subdivision 2; and 297A.14.

The bill was read for the first time and referred to the Committee on Taxes.

Begich, Battaglia, Rose and Carlson, D., introduced:

H. F. No. 551, A bill for an act relating to game and fish; prohibiting harassment of hunters, trappers, and fishers; providing penalties; proposing coding for new law in Minnesota Statutes, chapter 97.

The bill was read for the first time and referred to the Committee on Environment and Natural Resources.

Halberg, Brinkman, Dempsey, Voss and Gruenes introduced:

H. F. No. 552, A bill for an act relating to insurance; providing for the regulation of fraternal benefit societies; proposing coding for new law as Minnesota Statutes, chapter 64B; repealing Minnesota Statutes 1984, sections 64A.01 to 64A.48.

The bill was read for the first time and referred to the Committee on Financial Institutions and Insurance.

Nelson, K.; Quinn; McEachern; Erickson and Olsen, S., introduced:

H. F. No. 553, A bill for an act relating to education; establishing a task force to study and make recommendations about educational options for pupils in 11th and 12th grades; appropriating money.

The bill was read for the first time and referred to the Committee on Education.

Otis; Olsen, S.; Nelson, K., and Backlund introduced:

H. F. No. 554, A bill for an act relating to education; establishing a statewide task force to facilitate cooperation between teachers in the schools and parents.

The bill was read for the first time and referred to the Committee on Education.

Nelson, K.; Erickson; McEachern; Thiede and Tunheim introduced:

H. F. No. 555, A bill for an act relating to education; adding academic contests and conferences to the responsibilities of the Minnesota state high school league; amending Minnesota Statutes 1984, section 129.121, subdivision 1.

The bill was read for the first time and referred to the Committee on Education.

Dempsey, Minne, Scheid, Marsh and Carlson, J., introduced:

H. F. No. 556, A bill for an act relating to taxation; modifying certain procedures relating to taxpayer appeals; requiring apportionment of levies in specific situations; changing the tax treat-

ment of certain exempt property; clarifying the calculation of property tax credits; clarifying the tax treatment of certain pipelines; modifying provisions relating to the payment of property taxes; allowing for sales of sample packs of cigarettes containing 25 cigarettes; clarifying procedures relating to the sale of cigarettes to American Indians; altering the eligibility for confessions of judgment; providing for the recording of state deeds; modifying the deed stamp tax procedure; clarifying the computation of gross earnings tax for taconite railroads; clarifying labor credit provisions; clarifying process of taconite aid guarantee phase out; clarifying cost of doing business provisions for cigarette wholesalers; requiring payment of current taxes before conveyance of registered land; allowing for memorializing of state deeds on certificates of title; clarifying cancellation of contract for deed provisions; amending Minnesota Statutes 1984, sections 270.076, subdivision 2; 270.11, subdivision 7; 270.12, subdivision 3; 272.01, subdivision 2, and by adding a subdivision; 272.02, subdivision 1; 273.123, subdivision 5; 273.13, subdivision 4; 273.138, subdivision 5; 273.33, subdivisions 1 and 2; 279.01, subdivision 1; 279.37, subdivision 1; 282.01, subdivision 6; 282.014; 282.301; 282.33, subdivision 1; 282.36; 287.25; 294.22; 297.03, subdivision 10; 297.041; 298.02, subdivision 1; 298.225; 325D.32, subdivisions 10 and 11; 473H.10, subdivision 3; 508.47, subdivision 1; 508.71, subdivision 4; 559.21, by adding a subdivision; proposing coding for new law in Minnesota Statutes, chapter 273; repealing Minnesota Statutes 1984, sections 273.19; 297.02, subdivision 2; and 477A.04.

The bill was read for the first time and referred to the Committee on Taxes.

Rose, Osthoff and Wynia introduced:

H. F. No. 557, A bill for an act relating to the University of Minnesota; appropriating money for road improvements in the city of Falcon Heights.

The bill was read for the first time and referred to the Committee on Appropriations.

Blatz, Riveness and Himle introduced:

H. F. No. 558, A bill for an act relating to metropolitan government; providing conditions for the disposal of certain sports facilities property; amending Minnesota Statutes 1984, section 473.556, subdivision 6.

The bill was read for the first time and referred to the Committee on Local and Urban Affairs.

Nelson, D.; Seaberg; Clausnitzer; Pappas and Rest introduced:

H. F. No. 559, A bill for an act relating to marriage dissolution; requiring child support obligors to file address changes with the family court and the ex-spouse; amending Minnesota Statutes 1984, section 518.55, by adding a subdivision.

The bill was read for the first time and referred to the Committee on Crime and Family Law.

Richter, Poppenhagen and Anderson, R., introduced:

H. F. No. 560, A bill for an act relating to the city of New York Mills; authorizing the city of New York Mills to open New York Mills hospital as an intermediate care facility.

The bill was read for the first time and referred to the Committee on Health and Human Services.

Halberg, McKasy, Tompkins, Levi and Forsythe introduced:

H. F. No. 561, A bill for an act relating to marriage dissolution; eliminating the statistical report form requirement; repealing Minnesota Statutes 1984, section 518.147.

The bill was read for the first time and referred to the Committee on Judiciary.

Wynia, Brinkman, Rees, Valan and Scheid introduced:

H. F. No. 562, A bill for an act relating to insurance; providing for the regulation of insurance holding company systems; modifying the commissioner's jurisdiction with respect to acquisitions of control; making miscellaneous style and form changes; amending Minnesota Statutes 1984, section 60D.02, subdivisions 1, 2, and 4; repealing Minnesota Statutes 1984, sections 60D.01, subdivision 8; and 60D.02, subdivision 5.

The bill was read for the first time and referred to the Committee on Financial Institutions and Insurance.

Nelson, D.; McKasy; Vanasek; Onnen and Quist introduced:

H. F. No. 563, A bill for an act relating to real property; changing the manner of serving notice to register title to real estate; amending Minnesota Statutes 1984, sections 508.16, subdivision 1; 508.29; 508.39; and 508A.39.

The bill was read for the first time and referred to the Committee on Judiciary.

Piepho, Boerboom, Thorson, Elioff and Sherman introduced:

H. F. No. 564, A bill for an act relating to education; adjusting the determination of tuition; amending Minnesota Statutes 1984, section 135A.03, subdivision 1.

The bill was read for the first time and referred to the Committee on Education.

Welle, Redalen and Peterson introduced:

H. F. No. 565, A bill for an act relating to soil and water conservation; changing powers and duties of the state board; amending Minnesota Statutes 1984, section 40.03, subdivision 4.

The bill was read for the first time and referred to the Committee on Environment and Natural Resources.

Segal; Erickson; Nelson, K.; Olsen, S., and Schafer introduced:

H. F. No. 566, A bill for an act relating to education; establishing a health awareness program in public elementary and secondary schools; appropriating money; proposing coding for new law in Minnesota Statutes, chapter 124.

The bill was read for the first time and referred to the Committee on Education.

Backlund, Clark, Battaglia, McPherson and Thiede introduced:

H. F. No. 567, A bill for an act relating to education; clarifying the least restrictive environment for the handicapped; amending Minnesota Statutes 1984, section 120.17, subdivision 3a.

The bill was read for the first time and referred to the Committee on Education.

Halberg, Bishop and Cohen introduced:

H. F. No. 568, A bill for an act relating to causes of action; allowing an award of damages for mental anguish in actions for death by wrongful act; amending Minnesota Statutes 1984, section 573.02, subdivisions 1 and 4.

The bill was read for the first time and referred to the Committee on Judiciary.

Schreiber; Tomlinson; Jennings, D.; Levi and Norton introduced:

H. F. No. 569, A bill for an act relating to taxation; providing a procedure for temporary updating of income tax references to the Internal Revenue Code in certain instances; proposing coding for new law in Minnesota Statutes, chapter 290.

The bill was read for the first time and referred to the Committee on Taxes.

Kelly, Seaberg, Greenfield and McLaughlin introduced:

H. F. No. 570, A bill for an act relating to the supreme court; removing the sunset provision for the surcharge on filing fees in civil actions to fund legal services; repealing Laws 1982, chapter 489, section 11.

The bill was read for the first time and referred to the Committee on Judiciary.

Ozment, Levi, Valento, Stanius and Voss introduced:

H. F. No. 571, A bill for an act relating to the legislature; establishing a commission to review metropolitan government; proposing coding for new law in Minnesota Statutes, chapter 3.

The bill was read for the first time and referred to the Committee on Governmental Operations.

Fjoslien, Munger, Wenzel, Uphus and McDonald introduced:

H. F. No. 572, A bill for an act relating to agriculture; appropriating money for additional apiary inspection staff and staff support.

The bill was read for the first time and referred to the Committee on Agriculture.

Nelson, K.; Skoglund and Pauly introduced:

H. F. No. 573, A bill for an act relating to human services; establishing a children's trust fund for the prevention of child abuse and neglect; establishing an income tax checkoff to provide money for the fund; appropriating money; proposing coding for new law in Minnesota Statutes, chapters 256 and 290.

The bill was read for the first time and referred to the Committee on Crime and Family Law.

MESSAGES FROM THE SENATE

The following messages were received from the Senate:

Mr. Speaker:

I hereby announce the passage by the Senate of the following House File, herewith returned:

H. F. No. 336, A bill for an act relating to public finance; providing for allocation of 1984 state private activity bond issuance authority; proposing coding for new law in Minnesota Statutes, chapter 474.

PATRICK E. FLAHAVEN, Secretary of the Senate

Mr. Speaker:

I hereby announce the passage by the Senate of the following Senate File, herewith transmitted:

S. F. No. 328.

PATRICK E. FLAHAVEN, Secretary of the Senate

Mr. Speaker:

I hereby announce the passage by the Senate of the following Senate File, herewith transmitted:

S. F. No. 196.

PATRICK E. FLAHAVEN, Secretary of the Senate

Mr. Speaker:

I hereby announce the passage by the Senate of the following Senate File, herewith transmitted:

S. F. No. 412.

PATRICK E. FLAHAVEN, Secretary of the Senate

FIRST READING OF SENATE BILLS

S. F. No. 328, A bill for an act relating to charitable gambling; changing the effective date for licensing by the charitable gambling control board; clarifying that certain revenue may be used for arts education programs; amending Minnesota Statutes 1984, section 349.212, subdivision 3; and Laws 1984, chapter 502, article 12, section 26.

The bill was read for the first time and referred to the Committee on Taxes.

S. F. No. 196, A bill for an act relating to crimes; requiring the county attorney to prosecute failure to report child abuse or neglect; providing for the reporting of child abuse or neglect; defining certain terms; clarifying immunity from liability for reporting child abuse or neglect; providing for concise summaries of disposition of reports; making technical changes; prescribing penalties; amending Minnesota Statutes 1984, sections 388.051, subdivision 2; and 626.556, subdivisions 1, 2, 3, 4, 4a, 5, 6, 9, and 11.

The bill was read for the first time and referred to the Committee on Crime and Family Law.

S. F. No. 412, A bill for an act relating to housing; raising the limit on the total amount of Minnesota housing finance agency bonds and notes outstanding; amending Minnesota Statutes 1984, section 462A.22, subdivision 1.

The bill was read for the first time and referred to the Committee on Appropriations.

CONSENT CALENDAR

H. F. No. 98, A bill for an act relating to retirement; expanding the availability of certain appropriations for actuarial services.

The bill was read for the third time and placed upon its final passage.

The question was taken on the passage of the bill and the roll was called. There were 118 yeas and 0 nays as follows:

Those who voted in the affirmative were:

Anderson, G.	Boerboom	Dempsey	Frederickson	Himle
Anderson, R.	Boo	DenOuden	Greenfield	Jacobs
Backlund	Brinkman	Dimler	Gruenes	Jaros
Battaglia	Brown	Dyke	Gutknecht	Jennings, L.
Beard	Burger	Elioff	Halberg	Johnson
Becklin	Carlson, J.	Erickson	Hartinger	Kalis
Begich	Carlson, L.	Fjoslien	Hartle	Kelly
Bennett	Clausnitzer	Forsythe	Haukoos	Kiffmeyer
Blatz	Cohen	Frederick	Heap	Knickerbocker

Knuth	Murphy	Poppenhagen	Schoenfeld	Tomlinson
Kostohryz	Nelson, D.	Price	Seaberg	Tompkins
Krueger	Norton	Quinn	Segal	Tunheim
Levi	O'Connor	Quist	Shaver	Uphus
Lieder	Ogren	Redalen	Sherman	Valan
Long	Olsen, S.	Rees	Simoneau	Valento
Marsh	Olson, E.	Rest	Skoglund	Vellenga
McDonald	Onnen	Rice	Solberg	Voss
McEachern	Osthoff	Richter	Sparby	Waltman
McLaughlin	Otis	Riveness	Stanis	Wenzel
McPherson	Ozment	Rodosovich	Staten	Wynia
Metzen	Pappas	Rose	Sviggunn	Zaffke
Miller	Pauly	Sarna	Thiede	Spk. Jennings, D.
Minne	Peterson	Schafer	Thorson	
Munger	Piper	Scheid	Tjornhom	

The bill was passed and its title agreed to.

CALENDAR

POINT OF ORDER

Voss raised a point of order pursuant to rule 5.10 that S. F. No. 100 was out of order. The Speaker ruled the point of order not well taken and S. F. No. 100 in order.

S. F. No. 100, A bill for an act relating to taxation; income; adopting federal changes relating to interest on mortgage subsidy bonds; amending Minnesota Statutes 1984, section 290.01, subdivision 20.

The bill was read for the third time and placed upon its final passage.

The question was taken on the passage of the bill and the roll was called. There were 121 yeas and 5 nays as follows:

Those who voted in the affirmative were:

Anderson, R.	Dimler	Jennings, L.	Munger	Price
Backlund	Dyke	Johnson	Murphy	Quinn
Battaglia	Elioff	Kelly	Nelson, D.	Quist
Beard	Erickson	Kiffmeyer	Neuenschwander	Redalen
Becklin	Fjoslien	Knickerbocker	Norton	Rees
Begich	Forsythe	Knuth	O'Connor	Rest
Bennett	Frederick	Kostohryz	Ogren	Rice
Bishop	Frederickson	Krueger	Olsen, S.	Richter
Blatz	Frerichs	Kvam	Olson, E.	Riveness
Boerboom	Greenfield	Levi	Omann	Rodosovich
Boo	Gruenes	Lieder	Onnen	Rose
Brinkman	Gutknecht	Long	Osthoff	Sarna
Brown	Halberg	Marsh	Otis	Schafer
Burger	Hartinger	McDonald	Ozment	Scheid
Carlson, D.	Hartle	McKasy	Pappas	Schreiber
Carlson, J.	Haukoos	McLaughlin	Pauly	Seaberg
Carlson, L.	Heap	McPherson	Peterson	Segal
Clausnitzer	Himle	Metzen	Piepho	Shaver
Cohen	Jacobs	Miller	Piper	Sherman
Dempsey	Jaros	Minne	Poppenhagen	Simoneau

Skoglund	Sviggum	Tomlinson	Valan	Waltman
Solberg	Thiede	Tompkins	Valento	Wenzel
Sparby	Thorson	Tunheim	Vellenga	Wynia
Stanius	Tjornhom	Uphus	Voss	Spk. Jennings, D.
Staten				

Those who voted in the negative were:

Anderson, G.	DenOuden	Kalis	Schoenfeld	Zaffke
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The bill was passed and its title agreed to.

GENERAL ORDERS

Pursuant to rules of the House, the House resolved itself into the Committee of the Whole with Jennings, D., in the Chair for consideration of bills pending on General Orders of the day. After some time spent therein the Committee arose.

REPORT OF THE COMMITTEE OF THE WHOLE

The Speaker resumed the Chair, whereupon the following recommendations of the Committee were reported to the House:

H. F. No. 241 was recommended for progress.

On the motion of Levi the report of the Committee of the Whole was adopted.

MOTIONS AND RESOLUTIONS

Tompkins moved that her name be stricken as an author on H. F. No. 9. The motion prevailed.

Welle moved that the name of Boerboom be added as chief author and the name of Welle be shown as second author on H. F. No. 195. The motion prevailed.

Minne moved that the name of Bishop be added as an author on H. F. No. 455. The motion prevailed.

Battaglia moved that the name of McLaughlin be added as an author on H. F. No. 465. The motion prevailed.

Hartinger moved that the name of Clausnitzer be added as an author on H. F. No. 474. The motion prevailed.

Beard moved that the name of Segal be added as an author on H. F. No. 502. The motion prevailed.

Ogren moved that the name of Blatz be added as an author on H. F. No. 514. The motion prevailed.

McKasy moved that H. F. No. 452 be recalled from the Committee on Environment and Natural Resources and be re-referred to the Committee on Judiciary. The motion prevailed.

McKasy moved that H. F. No. 451 be recalled from the Committee on Environment and Natural Resources and be re-referred to the Committee on Judiciary. The motion prevailed.

McLaughlin moved that H. F. No. 159 be recalled from the Committee on Governmental Operations and be re-referred to the Committee on Commerce and Economic Development. The motion prevailed.

House Resolution No. 1 was reported to the House.

HOUSE RESOLUTION NO. 1

A house resolution extending condolences to the families and friends of the volunteer firefighters who died in a fire in Sauk Centre and indicating appreciation to all firefighters.

Whereas, a major fire broke out in Noah's Ark restaurant near Sauk Centre on the morning of January 7, 1985; and

Whereas, the fire call was responded to by volunteer firefighters from Sauk Centre; and

Whereas, the fire initially appeared to be small and restricted to the interior of the second story of the restaurant; and

Whereas, three firefighters, Doug Zabel, David Kane, and Tim Proell, were on the "deck" of the restaurant planning how to attack the fire and preparing to open the door to the second floor when the deck collapsed beneath them; and

Whereas, despite the prompt and desperate efforts of fellow firefighters to rescue them, Doug Zabel and David Kane did not survive and Tim Proell was badly burned; and

Whereas, the firefighting profession is exceeded by no other professions in danger and difficulty; and

Whereas, every year the firefighters of Minnesota are responsible for saving the lives of many people and millions of dollars in property; and

Whereas, many firefighters are volunteers who earn their livelihood in other professions and take on the danger and difficulty of firefighting out of a sense of public service; and

Whereas, all firefighters are highly trained experts in their profession; and

Whereas, the untimely deaths of firefighters David Kane and Doug Zabel recall to mind the debt owed by everyone not only to those who died or were injured in the Sauk Centre fire but to all firefighters; and

Whereas, it is desirable also to extend sympathy to the families and friends of the deceased firefighters because of their grievous loss; *Now, Therefore*,

Be It Resolved by the House of Representatives of the State of Minnesota that it extends its condolences to the families of firefighters Doug Zabel and David Kane and hopes that the families' knowledge that their losses are felt by many people will lighten each of their personal losses.

Be It Further Resolved that it calls upon all Minnesotans to remember the debt they owe to all firefighters and urges them to express their gratitude.

Be It Further Resolved that the Chief Clerk of the House of Representatives is directed to prepare enrolled copies of this resolution, to be authenticated by his signature and that of the Speaker, and present them to the families of firefighters Doug Zabel and David Kane, the Chief of the Sauk Centre Fire Department, and to representatives of professional and volunteer firefighters associations.

Uphus moved that House Resolution No. 1 be now adopted. The motion prevailed and House Resolution No. 1 was adopted.

House Concurrent Resolution No. 3 was reported to the House.

HOUSE CONCURRENT RESOLUTION NO. 3

A house concurrent resolution providing for a joint convention of the Senate and the House of Representatives to elect members of the Board of Regents of the University of Minnesota.

Be It Resolved by the House of Representatives of the State of Minnesota, the Senate concurring:

(1) The House of Representatives and the Senate shall meet in joint convention on Tuesday, March 19, 1985, in the chamber of the House of Representatives to elect members to the Board of Regents of the University of Minnesota.

(2) The Education Committee of the Senate and the Education Committee of the House of Representatives, in a joint meeting, are appointed to submit a slate of nominations and to report the slate at the meeting of the joint convention.

Erickson moved that House Concurrent Resolution No. 3 be now adopted. The motion prevailed and House Concurrent Resolution No. 3 was adopted.

Dyke and McDonald introduced:

House Resolution No. 7, A house resolution expressing the sense of the House of Representatives that the Federal Deposit Insurance Corporation should adopt a phased approach to the revaluation of assets based on agricultural real estate.

SUSPENSION OF RULES

Dyke moved that the rules be so far suspended that House Resolution No. 7 be now considered and be placed upon its adoption. The motion prevailed.

HOUSE RESOLUTION NO. 7

A house resolution expressing the sense of the House of Representatives that the Federal Deposit Insurance Corporation should adopt a phased approach to the revaluation of assets based on agricultural real estate.

Whereas, high interest rates, low farm prices, and declining real estate values have created a crisis in domestic agricultural finance; and

Whereas, problems in agricultural finance inevitably result in an instability in the entire rural economy; and

Whereas, instability in the rural economy, particularly that caused by declining land values, has precipitated failure in numerous rural lending institutions; and

Whereas, the Federal Deposit Insurance Corporation has, as a matter of policy, required large and sudden revaluations of assets based on agricultural real estate; and

Whereas, this revaluation has precipitated the sudden classification of many agricultural loans as needing special observation; and

Whereas, a phased approach to revaluation would give local lenders much more flexibility in dealing with marginal credit lines; *Now, Therefore*,

Be It Resolved by the House of Representatives of the State of Minnesota that it is the sense of the House of Representatives that the Federal Deposit Insurance Corporation should establish a policy which uses a phased approach to revaluation of assets based on agricultural real estate.

Dyke moved that House Resolution No. 7 be now adopted. The motion prevailed and House Resolution No. 7 was adopted.

ANNOUNCEMENT BY THE SPEAKER

The Speaker announced the following change in committee assignments:

Taxes: Remove the name of Jennings, D., and add the name of Quist.

ADJOURNMENT

Levi moved that when the House adjourns today it adjourn until 2:00 p.m., Monday, February 25, 1985. The motion prevailed.

Levi moved that the House adjourn. The motion prevailed, and the Speaker declared the House stands adjourned until 2:00 p.m., Monday, February 25, 1985.

EDWARD A. BURDICK, Chief Clerk, House of Representatives