STATE OF MINNESOTA

SEVENTY-SEVENTH SESSION-1991

FIFTY-SIXTH DAY

SAINT PAUL, MINNESOTA, FRIDAY, MAY 17, 1991

The House of Representatives convened at 1:00 p.m. and was called to order by Richard Krueger, Speaker pro tempore.

Prayer was offered by Monsignor James D. Habiger, House Chaplain.

The roll was called and the following members were present:

A quorum was present.

Ogren was excused.

The Chief Clerk proceeded to read the Journal of the preceding day. Winter 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

S. F. No. 300 and H. F. No. 313, which had been referred to the Chief Clerk for comparison, were examined and found to be identical with certain exceptions.

SUSPENSION OF RULES

Pugh moved that the rules be so far suspended that S. F. No. 300 be substituted for H. F. No. 313 and that the House File be indefinitely postponed. The motion prevailed.

S. F. No. 371 and H. F. No. 416, which had been referred to the Chief Clerk for comparison, were examined and found to be identical with certain exceptions.

SUSPENSION OF RULES

Vellenga moved that the rules be so far suspended that S. F. No. 371 be substituted for H. F. No. 416 and that the House File be indefinitely postponed. The motion prevailed.

S. F. No. 432 and H. F. No. 474, which had been referred to the Chief Clerk for comparison, were examined and found to be identical with certain exceptions.

SUSPENSION OF RULES

Rice moved that the rules be so far suspended that S. F. No. 432 be substituted for H. F. No. 474 and that the House File be indefinitely postponed. The motion prevailed.

S. F. No. 559 and H. F. No. 552, which had been referred to the Chief Clerk for comparison, were examined and found to be identical with certain exceptions.

SUSPENSION OF RULES

Peterson moved that the rules be so far suspended that S. F. No.

559 be substituted for H. F. No. 552 and that the House File be indefinitely postponed. The motion prevailed.

S. F. No. 565 and H. F. No. 592, which had been referred to the Chief Clerk for comparison, were examined and found to be identical with certain exceptions.

SUSPENSION OF RULES

Brown moved that the rules be so far suspended that S. F. No. 565 be substituted for H. F. No. 592 and that the House File be indefinitely postponed. The motion prevailed.

S. F. No. 720 and H. F. No. 1002, which had been referred to the Chief Clerk for comparison, were examined and found to be identical with certain exceptions.

SUSPENSION OF RULES

Clark moved that the rules be so far suspended that S. F. No. 720 be substituted for H. F. No. 1002 and that the House File be indefinitely postponed. The motion prevailed.

S. F. No. 1474 and H. F. No. 1528, which had been referred to the Chief Clerk for comparison, were examined and found to be identical with certain exceptions.

SUSPENSION OF RULES

Rukavina moved that the rules be so far suspended that S. F. No. 1474 be substituted for H. F. No. 1528 and that the House File be indefinitely postponed. The motion prevailed.

REPORTS OF STANDING COMMITTEES

Simoneau from the Committee on Appropriations to which was referred:

H. F. No. 723, A bill for an act relating to transportation; establishing state transportation goals and requiring periodic revisions of the state transportation plan; providing for enforcement of law requiring stops at railroad grade crossings; providing for enhanced public information and education regarding grade crossing safety; directing a study of rail-highway grade crossings and requiring a

report; authorizing the commissioner of transportation to make grants for the improvement of commercial navigation facilities; authorizing local units of government to advance funds for the completion of trunk highway projects; providing for rustic roads and natural preservation routes; requiring a study of toll facilities; creating a transportation services fund and providing for its uses; specifying percentage of unrefunded motor fuel tax revenue that is attributable to use on forest roads; providing for light rail transit; directing a study of highway corridors; extending and reconstituting the transportation study board and directing it to conduct certain studies; providing procedures related to assistance for transit systems; appropriating money; amending Minnesota Statutes 1990. sections 162.02, subdivision 3a; 162.09, subdivision 3a; 168.54, subdivisions 5 and 6; 169.09, subdivision 13; 169.26; 170.23; 171.13, subdivision 1, and by adding a subdivision; 170.23; 171.185; 171.26; 171.36; 173.13, subdivision 4; 173.231; 174.01; 174.03, subdivision 2, and by adding a subdivision; 219.074, by adding a subdivision; 219.402; 221.036, subdivision 14; 222.50, subdivision 7; 296.16, subdivision 1a; 296.421, subdivision 8; 299D.03, subdivision 5; 473.373, subdivision 4a; 473.375, subdivision 15; 473.377, subdivision 1; 473.399; 473.3991, subdivision 1, and by adding a subdivision; 473.3993, subdivisions 2 and 3, and by adding a subdivision; 473.3994; and 473.3996; proposing coding for new law in Minnesota Statutes, chapters 3; 160; 161; 162; 174; 219; and 221; proposing coding for new law as Minnesota Statutes, chapter 457A; repealing Laws 1988, chapter 603, section 6.

Reported the same back with the following amendments:

Delete everything after the enacting clause and insert:

"ARTICLE 1 TRANSPORTATION PLANNING

Section 1. Minnesota Statutes 1990, section 174.01, is amended to read:

174.01 [CREATION; POLICY.]

Subdivision 1. [DEPARTMENT CREATED.] In order to provide a balanced transportation system, which system includes aeronautics, highways, motor carriers, ports, public transit, railroads and pipelines, a department of transportation is created. The department shall be the principal agency of the state for development, implementation, administration, consolidation, and coordination of state transportation policies, plans and programs.

Subd. 2. [TRANSPORTATION GOALS.] The legislature establishes the following goals of the state transportation system:

- (1) to provide safe transportation for all users throughout the state;
- (2) to provide multimodal transportation that enhances mobility and economic development and that provides access to all persons and businesses in Minnesota while ensuring that there is no undue burden placed on any community;
- (3) to provide a reasonable travel time for commuters to and from work or school;
- (4) to provide for the economical, efficient, and safe movement of goods to and from markets by rail, highway, and waterway;
- (5) to encourage tourism by providing appropriate transportation to Minnesota facilities designed to attract tourist;
- (6) to provide transit services throughout the state to meet the mobility needs of transit users;
- (7) to manage the transportation system to ensure the highest levels of productivity;
 - (8) to provide safe and efficient air transportation in Minnesota;
- (9) to maximize the benefits received for each state transportation investment;
- (10) to provide funding for transportation that, at a minimum, ensures no further deterioration of the transportation infrastructure;
- (11) to ensure that the planning and implementation of all modes of transportation are consistent with the environmental and energy goals of the state; and
 - (12) to increase high occupancy vehicle use;
- (13) to increase transit use in urban areas by giving highest priority to the transportation modes with the greatest peoplemoving capacity, to the extent practicable; and
- (14) to promote and increase bicycling as an energy-efficient, nonpolluting, and healthful transportation alternative.
- Sec. 2. Minnesota Statutes 1990, section 174.03, is amended by adding a subdivision to read:

- Subd. 1a. [REVISION OF STATE TRANSPORTATION PLAN.] The commissioner shall revise the state transportation plan not later than July 1, 1993, and not later than July 1 of each odd-numbered year afterward. The revised state transportation plan must:
- (1) incorporate the goals of the state transportation system as enumerated in section 174.01; and
- $\frac{(2)}{\text{bose}} \underbrace{\frac{\text{for objectives, policies, and strategies}}{\text{goals.}} \underbrace{\frac{\text{for achieving}}{\text{bose policies, and strategies}} \underbrace{\frac{\text{for achieving}}{\text{bose policies, policies, and strategies}} \underbrace{\frac{\text{for achieving}}{\text{bose policies, policies, and strategies}} \underbrace{\frac{\text{for achieving}}{\text{bose policies, policies, policies, policies, policies, and policies}} \underbrace{\frac{\text{for achieving}}{\text{bose policies, policie$
- Sec. 3. Minnesota Statutes 1990, section 174.03, subdivision 2, is amended to read:
- Subd. 2. [IMPLEMENTATION OF PLAN.] After the adoption <u>and each revision</u> of the statewide transportation plan, the commissioner and the transportation regulation board shall take no action inconsistent with that revised plan.

ARTICLE 2 RAILROAD CROSSINGS

Section 1. [RAIL-HIGHWAY CROSSING IMPROVEMENT.]

Subdivision 1. [STATE RAIL CORRIDOR STUDY.] The commissioner of transportation shall conduct a study of railroad crossing safety and improvement in Minnesota.

- Subd. 2. [CONTENT OF STUDY.] The rail-highway grade crossing study must include:
- (1) a method of determining the relative benefits of grade crossing protection and improvement to the railroad, the road authority, and the public and cost-sharing guidelines;
- (2) sources of funding for grade crossing protection and improvement;
 - (3) research needs for grade crossing safety; and
- (4) recommendations for statutory changes to improve grade crossing safety.
- Subd. 3. [REPORT.] The commissioner shall report to the governor and legislature not later than February 1, 1992, on the results of the study.

Sec. 2. Minnesota Statutes 1990, section 169.26, is amended to read:

169.26 [SPECIAL STOPS AT RAILROADS.]

Subdivision 1. [REQUIREMENTS.] (a) When any person driving a vehicle approaches a railroad grade crossing under any of the circumstances stated in this paragraph, the driver shall stop the vehicle not less than ten feet from the nearest railroad track and shall not proceed until safe to do so. These requirements apply when:

- (1) a clearly visible electric or mechanical signal device warns of the immediate approach of a railroad train;
- (2) a crossing gate is lowered warning of the immediate approach or passage of a railroad train; or
- (3) an approaching railroad train is plainly visible and is in hazardous proximity.
- (b) The fact that a moving train approaching a railroad grade crossing is visible from the crossing is prima facie evidence that it is not safe to proceed.
- (c) The driver of a vehicle shall stop and remain standing and not traverse the grade crossing when a human flagger signals the approach or passage of a train. No person may drive a vehicle past a flagger at a railroad crossing until the flagger signals that the way is clear to proceed.
- Subd. 1a. [VIOLATION.] A peace officer may arrest the driver of a motor vehicle if the peace officer has probable cause to believe that the driver has operated the vehicle in violation of subdivision 1 within the past four hours.
- Subd. 2. [PENALTY.] (a) A person driver who violates this section subdivision 1 is guilty of a misdemeanor.
- (b) The owner or, in the case of a leased vehicle, the lessee of a motor vehicle is guilty of a petty misdemeanor if a motor vehicle owned or leased by the person is operated in violation of subdivision 1. This paragraph does not apply to a lessor of a motor vehicle if the lessor keeps a record of the name and address of the lessee. This paragraph does not apply if the motor vehicle operator is prosecuted for violating subdivision 1. A violation of this paragraph does not constitute grounds for revocation or suspension of the owner's or lessee's driver's license.
- Subd. 3. [DRIVER TRAINING.] All driver education courses approved by the commissioner of education and the commissioner of

public safety must include instruction on railroad-highway grade crossing safety. The commissioner of education and the commissioner of public safety shall by rule provide minimum standards of course content relating to operation of vehicles at railroad and highway grade crossings.

- Subd. 4. [APPROPRIATION.] The fines collected for a violation of subdivision 1 must be deposited in the state treasury and credited to the transportation services fund.
- Sec. 3. Minnesota Statutes 1990, section 171.13, subdivision 1, is amended to read:

Subdivision 1. [APPLICANTS.] Except as otherwise provided in this section, the commissioner shall examine each applicant for a driver's license by such agency as the commissioner directs. This examination must include a test of applicant's eyesight; ability to read and understand highway signs regulating, warning, and directing traffic; knowledge of traffic laws; knowledge of the effects of alcohol and drugs on a driver's ability to operate a motor vehicle safely and legally; knowledge of railroad grade crossing safety; an actual demonstration of ability to exercise ordinary and reasonable control in the operation of a motor vehicle; and other physical and mental examinations as the commissioner finds necessary to determine the applicant's fitness to operate a motor vehicle safely upon the highways, provided, further however, no driver's license shall be denied an applicant on the exclusive grounds that the applicant's eyesight is deficient in color perception. Provided, however, that war veterans operating motor vehicles especially equipped for handicapped persons, shall, if otherwise entitled to a license, be granted such license. The commissioner shall make provision for giving these examinations either in the county where the applicant resides or at a place adjacent thereto reasonably convenient to the applicant.

- Sec. 4. Minnesota Statutes 1990, section 171.13, is amended by adding a subdivision to read:
- Subd. 1d. [RAILROAD CROSSING SAFETY.] The commissioner shall include in each edition of the driver's manual published by the department a section relating to safe operation of vehicles at railroad grade crossings.
- Sec. 5. Minnesota Statutes 1990, section 219.074, is amended by adding a subdivision to read:
- Subd. 3. [CROSSING INVENTORY.] By December 31, 1993, the commissioner shall complete an inventory of all public and private grade crossings in the state and shall annually revise the inventory to reflect grade crossing changes made under this section.

Sec. 6. [219.165] [SAFETY RULES AT PRIVATE RAILROAD GRADE CROSSINGS.]

By December 31, 1992, the commissioner shall adopt rules establishing minimum safety standards at all private railroad grade crossings in the state.

Sec. 7. [219.384] [REMOVAL OF DANGEROUS OBSTRUCTIONS.]

Subdivision 1. [REMOVAL ORDERED.] If a railroad company, road authority, or abutting property owner fails to control the growth of trees or vegetation or the placement of structures or other obstructions on its right-of-way or property so as to interfere with the safety of the public traveling on a public or private grade crossing, the local governing body of the town or municipality where the grade crossing is located may, by notice, require the obstruction to be removed as necessary to provide an adequate view of oncoming trains at the crossings. The commissioner shall adopt rules establishing minimum standards for visibility at public and private grade crossings.

Subd. 2. [PENALTY.] A railroad company, road authority, or property owner that fails to comply with this section within 30 days after being notified in writing is subject to a penalty of \$50 for each day that the condition is uncorrected. This penalty may be recovered in the manner provided in section 219.97, subdivision 5.

Sec. 8. Minnesota Statutes 1990, section 219.402, is amended to read:

219.402 [ADEQUATE CROSSING PROTECTION.]

Crossing safety devices or improvements installed or maintained under this chapter as approved by the board, or the commissioner, whether by order or otherwise, are adequate and appropriate protection for the crossing.

ARTICLE 3

PORT DEVELOPMENT ASSISTANCE

Section 1. [457A.01] [DEFINITIONS.]

Subdivision 1. [SCOPE.] For purposes of sections 1 to 6, the following terms have the meanings given them.

Subd. 2. [COMMERCIAL NAVIGATION FACILITY.] "Commercial navigation facility" means (1) terminals and docks used for the transfer of property or passengers between commercial vessels and

- land, and supporting equipment, structures, and transportation facilities, (2) disposal facilities for dredging material produced by port development projects, and (3) buildings and related structures and facilities used by commercial vessels under construction or repair. "Commercial navigation facility" does not include any commercial navigation facility that is (1) not on the commercial navigation system, or (2) the responsibility of the United States corps of army engineers or the United States coast guard.
- Subd. 3. [COMMERCIAL VESSEL.] "Commercial vessel" means a vessel used for the transportation of passengers or property. "Commercial vessel" does not include a vessel used primarily for recreational or sporting purposes.
- $\underline{Subd.}\ \underline{4.}\ [COMMISSIONER.]\ \underline{\ \ "Commissioner"}\ \underline{means}\ \underline{the}\ \underline{commissioner}\ \underline{of}\ transportation.$
- Subd. 5. [DREDGING.] "Dredging" means excavating harbor sediment or bottom materials, including mobilizing or operating equipment for excavating and transporting dredged material to the placing dredged material in a disposal facility.
- Subd. 6. [NAVIGATION SYSTEM.] "Navigation system" means (1) the commercially navigable waters of the Mississippi River, the Minnesota, and the St. Croix rivers, (2) the commercial harbors on Minnesota's Lake Superior shoreline, and (3) the commercial navigation facilities on those waterways.
 - Sec. 2. [457A.02] [PROGRAM ESTABLISHED.]
- <u>Subdivision</u> 1. [PURPOSE OF PROGRAM.] <u>A port development</u> assistance program is established for the purpose of:
- $\underline{(1)}$ expediting the movement of commodities and passengers on the commercial navigation system;
- (2) enhancing the commercial vessel construction and repair industry in Minnesota; and
- (3) promoting economic development in and around ports and harbors in the state.
- Subd. 2. [COMMISSIONER TO ADMINISTER.] The commissioner shall administer the port development assistance program to advance the purposes of subdivision 1. In administering the program, the commissioner may:
- (1) make grants and loans to persons eligible under section 3, subdivision 1, to apply for them; (2) make assistance agreements

with recipients of grants and loans; and (3) adopt rules authorized by section 5.

Sec. 3. [457A.03] [PORT ASSISTANCE.]

Subdivision 1. [ELIGIBLE APPLICANTS.] Any person, political subdivision, or port authority, that owns a commercial navigation facility, may apply to the commissioner for assistance under this chapter.

Subd. 2. [TYPES OF ASSISTANCE.] The commissioner may make loans to an eligible applicant if the commissioner determines that the project submitted by the applicant for assistance will serve either or both of the purposes stated in section 2, subdivision 1, clauses (1) and (2). The commissioner may make grants, or a combination of grants and loans, to an eligible applicant if the commissioner determines that the project submitted by the applicant for assistance will serve either or both of the purposes stated in section 2, subdivision 1, clauses (1) and (2), and will also enhance economic development in and around the commercial navigation facility being assisted.

Subd. 3. [STATE PARTICIPATION; LIMITATIONS.] The commissioner may not provide any assistance under this chapter for more than 50 percent of the nonfederal share of any project. Assistance provided under this chapter may not be used to match any other state funds, regardless of source. The commissioner shall not assume continuing funding responsibility for any commercial navigation facility project.

Sec. 4. [457A.04] [ASSISTANCE AGREEMENTS.]

Subdivision 1. [AGREEMENTS REQUIRED.] The commissioner may not provide any assistance to a project under this chapter unless the commissioner has signed an assistance agreement with the recipient of the assistance.

- Subd. 2. [COSTS.] An assistance agreement must specify those project costs which may be paid in whole or in part with assistance from the commissioner. Assistance agreements may provide that only the following costs may be so paid:
- (1) final engineering costs on a commercial navigation facility project;
- (2) capital improvements to a commercial navigation facility; and (3) costs of dredging necessary to open a new commercial navigation facility project, and for disposal of dredged material.

The following costs may not be paid with assistance from the commissioner:

- (1) the applicant's administrative, insurance, and legal costs;
- (2) costs of acquiring permits for a project;
- (3) costs of preparing environmental documents, feasibility studies, or project designs;
- (4) interest on money borrowed by the applicant or interest charged to the applicant for late payment of project costs;
- (5) any costs related to the routine maintenance or repair, or operation of a commercial navigation facility;
- (6) costs of dredging to maintain an existing channel; and (7) any costs for a project that consists exclusively of dredging.
- (1) provide a comprehensive general liability insurance policy, complying with minimum amount prescribed by the commissioner by rule, naming the commissioner and officers, employees, and agents of the department of transportation as additional insureds; and
- (2) save and hold the commissioner harmless from and against all liability, damage, loss, claims, demands, and actions related to the project being assisted.
- Subd. 4. [PERFORMANCE AND PAYMENT BONDS.] An assistance agreement must require an assistance recipient to provide evidence of performance and payment bonds, satisfying all applicable legal requirements for the full amount of any and all construction contracts let by the applicant in connection with the project.
- Subd. 5. [REPAYMENT.] An assistance agreement must require the recipient to repay all or part of any assistance received, in an amount determined by the commissioner, if the project for which the assistance is provided:
- (2) is converted, during the period of time specified in the assistance agreement, to a use that is (1) inconsistent with the purposes of this chapter, or (2) inconsistent with the terms of the

<u>assistance</u> <u>agreement, or (3)</u> <u>not approved in writing by the commissioner.</u>

Sec. 5. [457A.05] [RULES.]

The commissioner may adopt rules that provide for:

- (1) application procedures for assistance under this chapter;
- (2) procedures for establishing deadlines for applications, and for notifying potential recipients of those deadlines;
 - (3) eligibility criteria for projects to be assisted;
 - (4) information required to be submitted with applications;
 - (5) contents of assistance agreements;
 - (6) any other requirement of this chapter; and
- (7) any other requirement the commissioner deems necessary for the administration of this chapter.

Sec. 6. [457A.06] [REVOLVING FUND.]

A port development revolving fund is established in the state treasury. The fund consists of (1) all money appropriated to the commissioner for the purposes of this chapter and (2) all money received by the commissioner from repayment of loans made under this chapter.

Sec. 7. [EFFECTIVE DATE.]

Sections 1 to 6 are effective July 1, 1991.

ARTICLE 4 LOCAL HIGHWAY FINANCE

Section 1. Minnesota Statutes 1990, section 103G.301, is amended by adding a subdivision to read:

Subd. 5a. [TOWN FEES LIMITED.] Notwithstanding this section or any other law, no permit application or field inspection fee charged to a town in connection with the construction of a town road, bridge, or culvert shall exceed \$100.

Sec. 2. [160.82] [RUSTIC ROADS PROGRAM.]

Subdivision 1. [DESIGNATION.] A road authority other than the commissioner may, by resolution, designate a road or highway under its jurisdiction as a rustic road. A rustic road must have the characteristics of outstanding natural features or rustic or scenic beauty; a daily traffic volume of less than 150 vehicles per day; year-round use as a local access road; and maximum allowable speed of 45 miles per hour.

- Subd. 2. [LOCAL AUTHORITY.] The road authority has the same authority over rustic roads as over other highways and roads under its jurisdiction. The road authority may designate the type and character of vehicles that may be operated on the rustic road; designate a rustic road or portion of the road as a pedestrian way or bicycle way, or both; and establish priority of right-of-way, paint lines, and construct dividers to physically separate vehicular, bicycle, or pedestrian traffic.
- Subd. 3. [JOINT DESIGNATION.] Two or more road authorities may jointly designate a rustic road along a common boundary or into or through their jurisdictions. The road authorities may enter into agreements to divide the costs and responsibility for maintaining the rustic road.
- Subd. 4. [COSTS.] A rustic road must be maintained by the road authority having jurisdiction over the road and is not eligible for state-aid funding. State money must not be spent to construct, reconstruct, maintain, or improve a rustic road, except that the commissioner shall pay from the transportation services fund the costs of publishing a map of rustic roads within the state and installing and maintaining signs designating rustic roads.

Sec. 3. [160.83] [STREETS AND HIGHWAYS WITHIN PARKS.]

Subdivision 1. [DEFINITION.] "Park road" means that portion of a street or highway located entirely within the park boundaries of or abutting a city, county, regional, or state park.

Subd. 2. [RESTRICTIONS.] A road authority may not make any changes in the width, grade, or alignment of a park road, other than a county state-aid highway or municipal state-aid street, that would affect the wildlife habitat or aesthetic characteristics of the park road or its adjacent vegetation or terrain, other than changes required to permit the safe travel of vehicles at the speed lawfully designated for that park road. A road authority may not make any changes in the width, grade, or alignment of a park road that is a county state-aid highway or municipal state-aid street that would affect the wildlife habitat or aesthetic characteristics of the park road or its adjacent vegetation or terrain, other than changes required by the minimum state-aid standard applicable to that road.

Subd. 3. [LIABILITY.] A road authority making changes in a park

road described in subdivision 1, and its officers and employees, are exempt from liability for any tort claim for injury to persons or property arising from travel on that park road and related to the design of that park road, if the design is adopted to conform to this section, the design complies with the minimum state-aid standards applicable to the road, and the design is not grossly negligent. This subdivision does not preclude an action for damages arising from negligence in the construction, reconstruction, or maintenance of a park road.

Sec. 4. [161.361] [ADVANCE FUNDING FOR TRUNK HIGHWAY PROJECTS.]

Subdivision 1. [ADVANCE FUNDING.] A road authority other than the commissioner may by agreement with the commissioner make advances from any available funds to the commissioner to expedite construction of all or part of a trunk highway within its boundaries. Money may be advanced under this section only for projects already included in the commissioner's highway work program.

- Subd. 2. [REPAYMENT.] Subject to the availability of state money, the commissioner shall repay without interest the amount advanced under subdivision 1, up to the state's share of project costs, at the time the project is scheduled for completion in the highway work program. The total amount of annual repayment to road authorities under this section must never exceed the amount stated in the department's debt management policy or \$10 million, whichever is less.
- Subd. 3. [LOCAL COST SHARING FOR TRUNK HIGHWAY IMPROVEMENTS.] The commissioner may accept gifts, contributions, or grants from a local government body for trunk highway construction, reconstruction, improvement, or maintenance of trunk highways within its boundaries. Money accepted by the commissioner under this subdivision must not adversely affect the scheduling of other trunk highway projects that are not funded in whole or in part by local contributions.
- Sec. 5. Minnesota Statutes 1990, section 162.02, subdivision 3a, is amended to read:
- Subd. 3a. [VARIANCES, RULES AND ENGINEERING STAN-DARDS.] The commissioner may grant variances from the rules and from the engineering standards developed pursuant to section 162.021 or 162.07, subdivision 2. A political subdivision in which a county state-aid highway is located or is proposed to be located may submit a written request to the commissioner for a variance for that highway. The commissioner shall publish notice of the request in the state register and give notice to all persons known to the commissioner to have an interest in the matter. The commissioner may

grant or deny the variance within 30 days of providing notice of the request. If a written objection to the request is received within 20 days of providing notice, the variance shall be granted or denied only after a contested case hearing has been held on the request. If no timely objection is received and the variance is denied without hearing, the political subdivision may request, within 30 days of receiving notice of denial, and shall be granted a contested case hearing. For purposes of this subdivision, with respect to a variance required for a county state-aid highway that is a park road as defined in section 160.83, subdivision 1, "political subdivision" includes (1) an agency of a political subdivision which has jurisdiction over parks, and (2) a regional park agency.

Sec. 6. [162.021] [NATURAL PRESERVATION ROUTES.]

Subdivision 1. [NATURAL PRESERVATION ROUTES ESTAB-LISHED.] The commissioner shall create within the county state-aid highway system a system of natural preservation routes. The commissioner shall provide for criteria for inclusion in the system and for the adoption of standards for the design of routes on the system.

- Subd. 2. [CRITERIA.] The criteria for inclusion on the natural preservation route system must provide for the inclusion in the system of those county state-aid highways that possess unique scenic, environmental, aesthetic, recreational, or historic characteristics that would be harmed by construction or reconstruction using standards applicable to county state-aid highways that are not part of the natural preservation route system.
- Subd. 3. [STANDARDS.] The design standards adopted by the commissioner for natural preservation routes must provide for the preservation of the characteristics described in subdivision 2, to the extent consistent with public safety. The standards must provide for minimum width of vehicle recovery areas, minimum slopes, and minimum ditch widths, consistent with anticipated speed and volume of traffic on the highway.
- Subd. 4. [DESIGNATION.] The commissioner may designate a county state-aid highway as a natural preservation route only on petition of the governing body of the county having jurisdiction over the road. On receiving a petition for designation the commissioner shall appoint an advisory committee consisting of seven members. An advisory committee must include at least one representative of the department of natural resources or the United States department of agriculture forest service, one county commissioner, one county highway engineer, and one representative of a recognized environmental organization. The advisory committee shall consider the petition for designation and make a recommendation to the commissioner. Following receipt of the committee's recommenda-

tion the commissioner may designate the highway as a natural preservation route.

Subd. 5. [SIGNS.] The county having jurisdiction over a natural preservation route must post signs at each entry point to the route informing the public that the highway is a natural preservation route. Signs erected under this subdivision are prima facie evidence of adequate notice to the public that the highway has been designated a natural preservation route.

Subd. 6. [LIABILITY.] When a county state-aid highway has been designated a natural preservation route, constructed in accordance with the standards established by the commissioner under subdivision 1, and signs have been erected as provided in subdivision 5, the state and the county having jurisdiction over the highway, and their officers and employees, are exempt from liability for any tort claim for injury to persons or property arising from travel on the highway and related to the standards for its design, if the design standards comply with the standards established by the commissioner under subdivision 1. This subdivision does not preclude an action for damages arising from negligence in the construction, reconstruction, or maintenance of a natural preservation route.

Sec. 7. Minnesota Statutes 1990, section 162.09, subdivision 3a, is amended to read:

Subd. 3a. (VARIANCES, RULES AND ENGINEERING STAN-DARDS.] The commissioner may grant variances from the rules and from the engineering standards developed pursuant to section 162.13, subdivision 2. A political subdivision in which a municipal state-aid street is located or is proposed to be located may submit a written request to the commissioner for a variance for that street. The commissioner shall publish notice of the request in the state register and give notice to all persons known to the commissioner to have an interest in the matter. The commissioner may grant or deny the variance within 30 days of providing notice of the request. If a written objection to the request is received within 20 days of providing notice, the variance shall be granted or denied only after a contested case hearing has been held on the request. If no timely objection is received and the variance is denied without hearing, the political subdivision may request, within 30 days of receiving notice of denial, and shall be granted a contested case hearing. For purposes of this subdivision, with respect to a variance requested for a municipal state-aid street that is a park road as defined in section 160.83, subdivision 1, "political subdivision" includes (1) an agency of a political subdivision which has jurisdiction over parks, and (2) a regional park authority.

Sec. 8. Minnesota Statutes 1990, section 221.033, is amended by adding a subdivision to read:

Subd. 4. [VARIANCE.] The commissioner may adopt rules to provide a procedure to grant variances from regulations adopted under subdivision 1, and contained in Code of Federal Regulations, title 49, part 180. The variances must apply only to cargo tanks with a capacity of 3,000 gallons or less that transport gasoline in intrastate commerce in Minnesota and were first used in transportation before August 1, 1991. The commissioner shall establish inspection, testing, and registration requirements to ensure the safety of cargo tanks operated under a variance granted under this subdivision.

Sec. 9. [BICYCLE FACILITIES.]

The commissioner of transportation shall seek federal funding under United States Code, title 23, section 217, subsection (b), for the establishment of facilities for bicycle transportation.

ARTICLE 5 TRANSPORTATION SERVICES FUND

Section 1. [161.041] [TRANSPORTATION SERVICES FUND.]

Subdivision 1. [FUND CREATED.] A transportation services fund is created in the state treasury. The fund consists of all money required by law to be deposited in the fund, and other money made available to the fund by law.

- Subd. 2. [USES OF FUND.] Money in the transportation services fund may only be expended by appropriation for
- (1) activities of the commissioner of public safety relating to (i) driver licensing, (ii) motor vehicle registration and licensing, (iii) the accident reporting system; and (iv) the state patrol;
- (2) activities of the commissioner of transportation relating to oversize and overweight permits, including the cost of necessary highway maintenance and preservation related to granting those permits;
- (3) activities of the commissioner of transportation related to junkyard screening and control of outdoor advertising devices;
- (4) activities of the transportation regulation board related to motor carrier regulation; and
- (5) repayment of money borrowed for new buildings, and improvements to existing buildings, of the department of transportation.

- Sec. 2. Minnesota Statutes 1990, section 296.16, subdivision 1a, is amended to read:
- Subd. 1a. [INTENT; FOREST ROADS.] \$675,000 Approximately 0.116 percent of the total annual unrefunded revenue from the gasoline fuel tax on all gasoline and special fuel received in, produced, or brought into this state, except gasoline and special fuel used for aviation purposes, is derived from the operation of motor vehicles on state forest roads and county forest access roads, and. Of this sum, \$400,000 amount, 0.0605 percent is annually derived from motor vehicles operated on state forest roads and \$275,000 0.0555 percent is annually derived from motor vehicles operated on county forest access roads in this state.
- Sec. 3. Minnesota Statutes 1990, section 296.421, subdivision 8, is amended to read:
- Subd. 8. [COMPUTATION AND DISTRIBUTION OF UNRE-FUNDED TAXES FOR FOREST ROADS.] The amount of unrefunded tax paid on gasoline and special fuel used to operate motor vehicles on forest roads, except gasoline and special fuel used for aviation purposes, is \$675,000 annually 0.116 percent of the total unrefunded revenue from the tax on all gasoline and special fuel received in, produced, or brought into the state, and this revenue is appropriated from the highway user tax distribution fund and must be transferred and credited in equal installments on July 1 and January 1 to the state forest road account established in section 89.70. \$275,000 of this amount An amount equal to 0.0555 percent of the unrefunded revenue must be annually transferred to counties for management and maintenance of county forest roads.
- Sec. 4. Minnesota Statutes 1990, section 299D.03, subdivision 5, is amended to read:
- Subd. 5. [FINES AND FORFEITED BAIL MONEY.] (a) All fines and forfeited bail money, from traffic and motor vehicle law violations, collected from persons apprehended or arrested by officers of the state patrol, shall be paid by the person or officer collecting the fines, forfeited bail money or installments thereof, on or before the tenth day after the last day of the month in which these moneys were collected, to the county treasurer of the county where the violation occurred. Three-eighths of these receipts shall be credited to the general revenue fund of the county. The other five-eighths of these receipts shall be transmitted by that officer to the state treasurer and shall be credited as follows:
- (1) In the fiscal year ending June 30, 1991, the first \$205,000 in money received by the state treasurer after the effective date of this section must be credited to the transportation services fund, and the remainder in the fiscal year credited to the trunk highway fund.

- (2) In fiscal year 1992, the first \$145,000 in money received by the state treasurer in the fiscal year must be credited to the transportation services fund, and the remainder credited to the trunk highway fund.
- (3) In fiscal years 1993 and subsequent years, the entire amount received by the state treasurer must be credited to the trunk highway fund.

If, however, the violation occurs within a municipality and the city attorney prosecutes the offense, and a plea of not guilty is entered, one-third of the receipts shall be credited to the general revenue fund of the county, one-third of the receipts shall be paid to the municipality prosecuting the offense, and one-third shall be transmitted to the state treasurer as provided in this subdivision. All costs of participation in a nationwide police communication system chargeable to the state of Minnesota shall be paid from appropriations for that purpose.

(b) Notwithstanding any other provisions of law, all fines and forfeited bail money from violations of statutes governing the maximum weight of motor vehicles, collected from persons apprehended or arrested by employees of the state of Minnesota, by means of stationary or portable scales operated by these employees, shall be paid by the person or officer collecting the fines or forfeited bail money, on or before the tenth day after the last day of the month in which the collections were made, to the county treasurer of the county where the violation occurred. Five-eighths of these receipts shall be transmitted by that officer to the state treasurer and shall be credited to the highway user tax distribution fund. Three-eighths of these receipts shall be credited to the general revenue fund of the county.

Sec. 5. [APPROPRIATION.]

Subdivision 1. [GENERAL APPROPRIATION.] \$350,000 is appropriated from the transportation services fund as provided in subdivision 2.

	<u>1992</u>	<u>1993</u>
Subd. 2. Department of Transportation	·	
(a) Conduct railroad crossing protection study	<u>\$</u> 60,000	<u>\$</u>
(b) <u>Develop grade</u> crossing education program	<u>\$</u> 20,000	\$ 20,000
Study Board	<u>\$125,000</u>	\$125,000

Sec. 6. [EFFECTIVE DATE.]

Section 4 is effective the day following final enactment. Sections 1 to 3 and 5 are effective July 1, 1991.

ARTICLE 6

METROPOLITAN TRANSPORTATION DEVELOPMENT

Section 1. [161.1246] [HIGHWAY RECONSTRUCTION; LIGHT RAIL TRANSIT.

The commissioner of transportation shall ensure that design plans for reconstruction of marked interstate highways I-94 and I-35W provide for light rail transit facilities as part of the reconstruction. The design for reconstruction of interstate highway I-94 must include design for a light rail transit facility, as described in the midway corridor draft environmental impact statement, from the Western Avenue intersection near downtown St. Paul to approximately Fairview Avenue. The design for reconstruction of inter-state highway I-35W must include design for a light rail transit facility from the city of Minneapolis to approximately county road 42 in the city of Burnsville. The commissioner shall consult with regional railroad authorities where the highway reconstruction will occur to ensure an acceptable and feasible light rail transit facility design is included in the highway reconstruction.

Sec. 2. [174.35] [LIGHT RAIL TRANSIT.]

The commissioner of transportation may plan, acquire, construct, and equip light rail transit facilities in the metropolitan area as provided in this section, sections 473.399 to 473.3996, and sections 14 and 15 and may exercise the powers granted in chapter 174 as necessary for this purpose. The commissioner shall review and approve all preliminary design, preliminary engineering, and final design plans for light rail transit facilities.

- Sec. 3. Minnesota Statutes 1990, section 473.373, subdivision 4a, is amended to read:
- Subd. 4a. [MEMBERSHIP] (a) The board consists of 11 members with governmental or management experience. Appointments are subject to the advice and consent of the senate. Terms of members are four years commencing on the first Monday in January of the first year of the term.
- (b) The council shall appoint eight members, one from each of the following agency districts:
 - (1) district A, consisting of council districts 1 and 2;

- (2) district B, consisting of council districts 3 and 7;
- (3) district C, consisting of council districts 4 and 5;
- (4) district D, consisting of council districts 6 and 11:
- (5) district E, consisting of council districts 8 and 10;
- (6) district F, consisting of council districts 9 and 13;
- (7) district G, consisting of council districts 12 and 14; and
- (8) district H, consisting of council districts 15 and 16.

At least Six must be elected officials of statutory or home rule charter cities, towns, or counties. Two of these officials must be county board members, each from a different county, and four must be elected officials of cities or towns. Service on the board of a person who is appointed as an elected official may continue only as long as the person holds the office. At least 30 days before the expiration of a term or upon the occurrence of a vacancy, the council shall request nominations for the position from relevant organizations of local elected officials, such as the association of metropolitan municipalities, the metropolitan intercounty association, the association of urban counties, and where applicable, the association of townships. Each relevant organization shall nominate at least two persons for each position. A local governmental unit that is not a member of an organization may submit nominations independently. The council shall make its appointments from the nominations submitted to it to the extent possible consistent with the other requirements of this paragraph and with the appointment of a board that fairly reflects the diverse areas and constituencies affected by transit.

- (c) The governor shall appoint, in addition to the chair, two persons, one who is age 65 or older at the time of appointment, and one with a disability. These appointments must be made following the procedures of section 15.0597. In addition, at least 30 days before the expiration of a term or upon the occurrence of a vacancy in the office held by a senior citizen or a person with a disability, the governor shall request nominations from organizations of senior citizens and persons with disabilities. Each organization shall nominate at least two persons. The governor shall consider the nominations submitted.
- (d) No more than three of the members appointed under paragraphs (b) and (c) may be residents of the same statutory or home rule city or town, and none may be a member of the joint light rail transit advisory committee established under section 473.3991.

Sec. 4. Minnesota Statutes 1990, section 473.399, is amended to read:

473.399 [LIGHT RAIL TRANSIT; REGIONAL PLAN.]

Subdivision 1. [GENERAL REQUIREMENTS.] (a) The transit board shall adopt a regional light rail transit plan, as provided in this section, to ensure that light rail transit facilities in the metropolitan area will be acquired, developed, owned, and capable of operation in an efficient, cost-effective, and coordinated manner as an integrated and unified system on a multicounty basis in coordination with buses and other transportation modes and facilities. To the extent practicable, the board shall incorporate into its plan appropriate elements of the plans of regional railroad authorities in order to avoid duplication of effort.

- (b) The regional plan required by this section must be adopted by the board before any regional railroad authority may begin construction of light rail transit facilities and before any authority is eligible for state financial assistance for constructing light rail transit facilities. Following adoption of the regional plan, each regional railroad authority or other developer of light rail transit in the metropolitan area shall act in conformity with the plan. Each authority or proposer shall prepare or amend its comprehensive plan and preliminary and final design plans as necessary to make the plans consistent with the regional plan.
- (c) Throughout the development and implementation of the plan, the board shall contract for or otherwise obtain engineering services to assure that the plan adequately addresses the technical aspects of light rail transit.
- (d) The board may periodically review the plan and may make modifications or amendments to the plan.
- Subd. 2. [DEVELOPMENT AND FINANCIAL PLAN.] (a) The board shall adopt a regional development and financial plan for light rail transit composed of the following elements:
 - (1) a staged development plan of light rail transit corridors;
- (2) a statement of needs, objectives, and priorities for capital development and service for a prospective ten-year period, considering service needs, ridership projections, and other relevant factors for the various segments of the system, along with a statement of the fiscal implications of these objectives and priorities, and policies and recommendations for long-term capital financing;
- (3) a capital investment component for a five-year period following the commencement of construction of facilities, with policies and

recommendations for ownership of facilities and for financing capital and operating costs.

- (b) For any segments of rail line that may be constructed below the surface elevation, the plan must estimate the additional capital costs, debt service, and subsidy level that are attributable to the below grade construction. The plan must include a method of financing the operation of light rail transit that depends on property tax revenue for no more than 35 percent of the operations cost.
- (c) The board shall prepare the <u>initial</u> plan in consultation with its light rail transit advisory committee. The board shall submit the plan and amendments to the plan to the metropolitan council for review and approval or disapproval, for conformity with the council's transportation plan. The council has 90 days to complete its review.
- Subd. 3. [COORDINATION PLAN.] (a) The board shall adopt a regional coordination plan for light rail transit. The plan must include:
- (1) a method for organizing and coordinating acquisition, construction, ownership, and operation of light rail transit facilities, including in particular, coordination of vehicle specifications, provisions for a single light rail transit operator for the system, and the organization and coordination method required if a turn-key approach to facility acquisition is used by a regional railroad authority;
- (2) specifications and standards to ensure joint or coordinated procurement of rights-of-way, track, vehicles, electrification, communications and ticketing facilities, yards and shops, stations, and other facilities that must be or should be operated on a systemwide basis;
- (3) systemwide operating and performance specifications and standards;
- (4) bus and park-and-ride coordination policies, standards, and plans to assure maximum use of light rail transit and the widest possible access to light rail transit in both urban and suburban areas:
- (5) a method for ensuring ongoing coordination of development, design, and operational plans for light rail facilities;
- (6) provision for the operation of light rail transit by the metropolitan transit commission; and
- (7) other matters that the board deems prudent and necessary to ensure that light rail transit facilities are acquired, developed,

owned, and capable of operation in an efficient, cost-effective, and coordinated manner as an integrated and unified system on a multicounty basis in coordination with buses and other transportation modes and facilities.

- (b) The joint light rail transit advisory committee shall prepare and recommend the <u>initial</u> plan to the board. The board shall review the plan within 90 days and either adopt it or disapprove it and return it to the committee with the modifications that the board recommends before adoption of the plan. The committee shall take into consideration the board's recommendations and resubmit the plan to the board for review and adoption or disapproval.
- (c) The metropolitan council shall review and comment on the plan and amendments to the plan.
- Sec. 5. Minnesota Statutes 1990, section 473.3991, subdivision 1, is amended to read:

Subdivision 1. [CREATION; PURPOSE.] The transit board shall establish a joint light rail transit advisory committee, to assist the board in planning light rail transit facilities and in coordinating the light rail transit activities of the county regional railroad authorities and the transit commission. The committee shall perform the duties specified in section 473.399 and Laws 1989, chapter 339, section 20, and shall otherwise assist the board upon request of the board.

- Sec. 6. Minnesota Statutes 1990, section 473.3991, is amended by adding a subdivision to read:
- Subd. 5. [TERMINATION.] The committee ceases to exist on the day following final enactment.
- Sec. 7. Minnesota Statutes 1990, section 473.3993, subdivision 2, is amended to read:
- Subd. 2. [PRELIMINARY DESIGN PLAN.] "Preliminary design plan" means a light rail transit plan that identifies includes:
- (1) preliminary plans for the physical design of facilities, at approximately the ten percent engineering level, including location, length, and termini of routes; general dimension, elevation, alignment, and character of routes and crossings; whether the track is elevated, on the surface, or below ground; approximate station locations; and related park and ride, parking, and other transportation facilities; and a plan for handicapped access; and
- (2) preliminary plans for intermodal coordination with bus operations and routes; ridership; capital costs; operating costs and

revenues; and funding for final design, construction, and operation; and an implementation method.

- Sec. 8. Minnesota Statutes 1990, section 473.3993, is amended by adding a subdivision to read:
- Subd. 2a. [PRELIMINARY ENGINEERING PLAN.] "Preliminary engineering plan" means a light rail transit engineering plan that includes plans for the physical design of the facilities at approximately the 30 percent engineering level; a funding plan for final design, construction, and operation; and an implementation method.
- Sec. 9. Minnesota Statutes 1990, section 473.3993, subdivision 3, is amended to read:
- Subd. 3. [FINAL DESIGN PLAN.] "Final design plan" means a light rail transit plan that includes the items in the preliminary design and preliminary engineering plan for the facilities proposed for construction, but with greater detail and specificity. The final design plan must include, at a minimum:
- (1) final plans for the physical design of facilities, including the right-of-way definition; environmental impacts and mitigation measures; intermodal coordination with bus operations and routes; and civil engineering plans for vehicles, track, stations, parking, and access, including handicapped access; and
- (2) final plans for civil engineering for electrification, communication, and other similar facilities; operational rules, procedures, and strategies; capital costs; ridership; operating costs and revenues; financing for construction and operation; an implementation method; and other similar matters.

The final design plan must be stated with sufficient particularity and detail to allow the proposer to begin the acquisition and construction of operable facilities. If a turn-key implementation method is proposed, instead of civil engineering plans the final design plan must state detailed design criteria and performance standards for the facilities.

Sec. 10. Minnesota Statutes 1990, section 473.3994, is amended to read:

473.3994 [LIGHT RAIL TRANSIT; DESIGN FACILITY PLANS.]

Subd. 1a. [PRELIMINARY DESIGN PLANS.] The regional transit board shall establish a procedure for preparing preliminary design plans for light rail transit facilities. The procedure must ensure that preliminary design plans implement the board's regional transit plan and qualify for federal funds in accordance with

the board's plan, and that proposals for engineering and construction projects are prepared in a timely and cost-effective manner.

Subd. 2. [PRELIMINARY DESIGN AND ENGINEERING PLANS; PUBLIC HEARING.] Before preparing final design plans for a light rail transit facility, the A political subdivision proposing the that has prepared preliminary design and preliminary engineering plans for a proposed facility must hold a public hearing on the physical design component of the preliminary design plans and the preliminary engineering plans. The proposer must provide appropriate public notice of the hearing and publicity to ensure that affected parties have an opportunity to present their views at the hearing.

Subd. 3. (PRELIMINARY DESIGN AND PRELIMINARY ENGI-NEERING PLANS; LOCAL APPROVAL.] At least 30 days before the hearing under subdivision 2, the proposer shall submit the physical design component of the preliminary design plans to the governing body of each statutory and home rule charter city, county, and town in which the route is proposed to be located. The city, county, or town shall hold a public hearing, except that a county board need not hold a hearing if the county board membership is identical to the membership of the regional railroad authority submitting the plan for review. Within 45 days after the hearing under subdivision 2, the city, county, or town shall review and approve or disapprove the plans for the route to be located in the city, county, or town. A local unit of government that disapproves the plans shall describe specific amendments to the plans that, if adopted, would cause the local unit to withdraw its disapproval. Failure to approve or disapprove the plans in writing within 45 days after the hearing is deemed to be approval, unless an extension of time is agreed to by the city, county, or town and the proposer.

Subd. 4. [PRELIMINARY DESIGN AND PRELIMINARY ENGINEERING PLANS; REGIONAL TRANSIT BOARD REFERRAL.] If the governing body of one or more cities, counties, or towns disapproves the preliminary design or preliminary engineering plans within the period allowed under subdivision 3, the proposer may refer the plans, along with any comments of local jurisdictions, to the regional transit board. The board shall hold a hearing on the plans, giving the proposer, any disapproving local governmental units, and other persons an opportunity to present their views on the plans. The board may conduct independent study as it deems desirable and may mediate and attempt to resolve disagreements about the plans. Within 90 days after the referral, the board shall review the plans submitted by the proposer and may recommend amended plans to accommodate the objections presented by the disapproving local governmental units.

Subd. 5. [FINAL DESIGN PLANS.] (a) Before beginning construction, the proposer shall submit the physical design component of

final design plans to the governing body of each statutory and home rule city, county, and town in which the route is proposed to be located. Within 60 days after the submission of the plans, the city, county, or town shall review and approve or disapprove the plans for the route located in the city, county, or town. A local unit of government that disapproves the plans shall describe specific amendments to the plans that, if adopted, would cause the local unit to withdraw its disapproval. Failure to approve or disapprove the plans in writing within the time period is deemed to be approval, unless an extension is agreed to by the city, county, or town and the proposer.

- (b) If the governing body of one or more cities, counties, or towns disapproves the plans within the period allowed under paragraph (a), the proposer may refer the plans, along with any comments of local jurisdictions, to the regional transit board. The board shall review the final design plans under the same procedure and with the same effect as provided in subdivision 4 for preliminary design plans.
- Subd. 6. [COUNTY APPROVAL.] The proposer of a light rail transit facility in the metropolitan area must shall submit the preliminary and final design plans for the facility to the governing board of the county in which the route is proposed to be located for approval or disapproval. The proposer of the facility may not proceed with construction of the facility without the approval of the county.
- Subd. 7. [COUNCIL REVIEW.] Before proceeding with construction of a light rail transit facility, a regional rail authority established under chapter 398A must the proposer of the facility shall submit preliminary design plans, preliminary engineering plans, and final design plans to the metropolitan council. The council must shall review the plans for consistency with the council's development guide and comment on the plans.
- Subd. 8. [METROPOLITAN SIGNIFICANCE.] This section does not diminish or replace the authority of the council under section 473.173.
- Sec. 11. Minnesota Statutes 1990, section 473.3996, is amended to read:

473.3996 [LIGHT RAIL TRANSIT FACILITY DESIGN PLANS; REVIEW BY BOARD.]

Subdivision 1. [PRELIMINARY DESIGN AND ENGINEERING PLANS; BOARD REVIEW.] Before submitting the physical design component of final design plans of a light rail transit facility for local review under section 473.3994, subdivision 5, the proposer shall submit preliminary design and preliminary engineering plans to the regional transit board for review. The board shall review the

preliminary design plans to determine the compatibility of the plans with other light rail transit plans and facilities in the metropolitan area, the adequacy of the plans for operation and maintenance of facilities, the adequacy of the plans for handicapped accessibility, and the conformity of the plans with the council's transportation policy plan and the board's regional light rail transit plan prepared under section 473.399. The board shall submit the plans to the metropolitan transit commission for recommendations on specifications and other matters affecting operation and maintenance of facilities. The board shall submit the plans to the council for recommendations on the conformity of the plans with the council's transportation policy plan. The board may comment on any aspect of the plans. The board has 90 days to complete its review, unless an extension of time is agreed to by the proposer. If the board determines that the plans do not satisfy the standards stated in this subdivision, the board shall recommend modifications in the plans that are necessary in order to satisfy the board. After adopting or amending the regional plan required by section 473.399, the board may again review any previously reviewed preliminary design plans and recommend modifications that are necessary to satisfy the board.

Subd. 2. [FINAL DESIGN PLANS; BOARD APPROVAL.] Before acquiring or constructing light rail transit facilities, other than land for right of way, the proposer shall submit final design plans to the regional transit board for review. The board shall review the final design plans under the same procedure and schedule and according to the same standards as provided for its review of preliminary design plans. The board shall either approve the plans, or if it determines that the plans do not satisfy the standards, disapprove the plans, in whole or in part, and recommend modifications in the plans that are necessary to secure approval. A proposer may not proceed with acquisition or construction of a light rail transit facility, other than land for right of way, unless the final design plans for the facility have been approved by the board. Following approval of final design plans by the board, if a regional railroad authority wishes to select a bid or a response to a request for proposal that is more than ten percent higher than the capital costs indicated in the final design plans for the facility, the authority may not proceed with construction until it has resubmitted the final design plans to the transit board for further review and approval or disapproval. The board has ten working days to review and approve or disapprove and recommend modification; unless an extension of time is agreed to by the authority.

Sec. 12. [473.3997] [LIGHT RAIL TRANSIT JOINT POWERS BOARD.]

A light rail transit joint powers board shall be formed under section 471.59 to implement light rail transit final design and construction of the corridors funded solely with federal and county

funds. The board shall consist of a voting member from the metropolitan transit commission, the department of transportation, the regional transit board, the metropolitan council, and the regional rail authorities of Hennepin, Ramsey, Anoka, Washington, Dakota, Scott, and Carver counties, plus an additional voting member from a county regional rail authority with a corridor in which final design has begun.

Sec. 13. [FEDERAL FUNDING; LIGHT RAIL TRANSIT.]

- (a) By July 1, 1992, the regional transit board, the regional rail authorities, and the commissioner of transportation shall prepare a joint application for federal assistance for light rail transit facilities in the metropolitan area. The application must be reviewed and approved by the metropolitan council before it is submitted. The board, the rail authorities, and the commissioner must consult with the council in preparing the application. The application may provide for metropolitan regional railroad authorities to design or construct light rail transit facilities under contract with the commissioner.
- (b) Until the application described in paragraph (a) is submitted, no political subdivision in the metropolitan area may on its own apply for federal assistance for light rail transit planning or construction.

Sec. 14. [LIGHT RAIL FUNDING.]

If funds are appropriated by the legislature for construction of light rail transit facilities, the funds must be used first for construction of the central corridor in accordance with section 15.

Sec. 15. [CENTRAL CORRIDOR FACILITIES.]

Subdivision 1. [CONSTRUCTION.] The commissioner of transportation shall review and approve preliminary engineering plans, prepare final design plans, and construct light rail transit facilities in the central corridor. The commissioner shall submit final design plans for review in the manner provided under Minnesota Statutes, sections 473.3994 and 473.3996.

- Subd. 2. [TUNNEL.] The commissioner may not construct underground light rail transit facilities, except that the commissioner may enter into agreements providing for underground construction if the additional costs of underground construction are paid by the city or the regional railroad authority in which the facility is located.
- Subd. 3. [OWNERSHIP.] By January 1, 1993, the commissioner shall present to the legislature a plan for transferring or sharing

ownership in the land and facilities for light rail transit, and providing for maintenance of the facilities. The plan must be prepared in consultation with the regional transit board, the metropolitan transit commission, and affected local government units.

Subd. 4. [REPORT TO BOARD.] The commissioner shall report to the transportation study board on the status of the preliminary engineering plans, including cost estimates, for the central corridor by November 15, 1991.

Sec. 16. [APPLICATION.]

Sections 1 to 15 apply in the counties of Anoka, Carver, Dakota, Hennepin, Ramsey, Scott, and Washington.

Sec. 17. [EFFECTIVE DATE.]

Sections 5, 6, and 12 are effective July 1, 1991.

ARTICLE 7 TRANSPORTATION STUDIES

Section 1. (161.53) [RESEARCH ACTIVITIES.]

The commissioner may set aside for transportation research in each fiscal year an amount up to one percent of the total amount of all funds appropriated to the commissioner other than county state-aid and municipal state-aid highway funds. The commission shall expend this money for (1) research to improve the design, construction, maintenance, management, and environmental compatibility of transportation systems; (2) research to improve the development of transportation policies with respect to energy efficiency and economic development; (3) programs for implementing and monitoring research results; and (4) developing transportation education and outreach activities. Of all funds appropriated to the commissioner other than state-aid funds, the commissioner shall expend 0.1 percent, but not exceeding \$800,000 in any fiscal year, for research and related activities performed by the center for transportation studies of the University of Minnesota. The center shall establish a technology transfer and training center for Minnesota transportation professionals.

Sec. 2. [DEPARTMENT OF TRANSPORTATION; CORRIDOR STUDIES.1

Subdivision 1. [FINDING.] The legislature finds that a system of improved highways between regional centers in greater Minnesota and the Twin Cities metropolitan area is needed to promote economic development and to enhance commercial access, personal

mobility, and traffic safety in Minnesota. It is therefore in the public interest to provide financing methods that accelerate construction of trunk highways linking regional centers in greater Minnesota with the Twin Cities metropolitan area.

- Subd. 2. [STUDY.] The commissioner of transportation shall study and report to the governor and legislature the feasibility and desirability of establishing a comprehensive system of multilane divided highways connecting all regional centers with the Twin Cities metropolitan area. The study must include:
- (1) existing highways on corridors between regional centers and the metropolitan area;
- (2) improvements to bring all highways in these corridors to expressway standards;
 - (3) the cost of these improvements;
- (4) the role of these improvements in the department of transportation's trunk highway programming priorities; and
 - (5) a schedule for completing these improvements.

The commissioner shall complete the study and submit the report not later than January 15, 1992.

Sec. 3. [3.862] [TRANSPORTATION STUDY BOARD.]

Subdivision 1. [BOARD EXTENDED; MEMBERSHIP.] The transportation study board created under Laws 1988, chapter 603, section 6, is hereby extended. The board shall consist of the following members:

- (1) five members of the senate, with not more than three of the same political party, appointed by the senate committee on committees; and
- (2) five members of the house of representatives, with not more than three of the same political party, appointed by the speaker of the house. Appointments are for two-year terms beginning July 1 of each odd-numbered year. Vacancies must be filled in the same manner as the original appointments.
- Subd. 2. [OFFICERS.] The board shall elect a chair and vice-chair from among its members. The chair must alternate biennially between a member of the house and a member of the senate. The vice-chair must be a house member when the chair is a senate member, and a senate member when the chair is a house member.

- Subd. 3. [STAFF.] The board may employ professional, technical, consulting, and clerical services. The board may use legislative staff to provide legal counsel, research, secretarial, and clerical assistance.
- Subd. 4. [EXPENSES AND REIMBURSEMENT.] The members of the board may receive per diem when attending meetings and other commission business. Members, employees, and legislative staff must be reimbursed for expenses actually and necessarily incurred in the performance of their duties under the rules governing legislators and legislative employees.
- $\underline{\underline{Subd.}} \ \underline{5.} \ [REPEALER.] \ \underline{\underline{This}} \ \underline{\underline{section}} \ \underline{\underline{is}} \ \underline{\underline{repealed}}, \ \underline{\underline{effective}} \ \underline{\underline{June}} \ \underline{30}, \\ 1993.$

Sec. 4. [3.863] [DUTIES.]

The transportation study board shall perform the following duties:

- (1) review and participate with the house and senate transportation committees in developing recommendations for state transportation policies;
- (2) monitor state transportation programs, expenditures, and activities;
- (3) review and participate in the coordination of legislative initiatives that affect state and local transportation agencies; and
- (4) propose special studies to the legislature and conduct studies at the direction of the legislature.

Sec. 5. [3.864] [SPECIAL STUDIES.]

Subdivision 1. [STUDIES.] The board shall conduct the studies in subdivisions 2 to 7 by January 1, 1993. The board may request the commissioner of transportation to conduct any of the studies and report to the board and the legislature.

- Subd. 2. [HIGHWAY PLANNING PROCESS.] The board shall review the department of transportation's policies and procedures for identifying, evaluating, prioritizing, and implementing trunk highway development projects. The board shall not propose, identify, or otherwise select any specific project or category of projects. The board shall report to the legislature and the commissioner of transportation on the results of the study with recommendations:
- (1) to the commissioner of transportation with respect to changes in the department's policies and procedures; and

- (2) to the legislature with respect to changes in law governing those policies and procedures.
- Subd. 3. [HIGHWAY JURISDICTION.] The board shall conduct a study of the functional classification of all streets and highways in Minnesota. The study shall include:
 - (1) development of a state jurisdiction plan, which must include:
- (i) criteria for determining the functional class of each street and highway in the state;
- (ii) identification of the appropriate jurisdiction of each street and highway, based on functional class; and
- (iii) <u>criteria for determining when jurisdiction should be based on factors other than functional class;</u>
 - (2) recommendations for implementing the jurisdiction plan; and

The board shall report to the legislature and the commissioner of transportation on the results of the study.

- Subd. 4. [LIGHT RAIL TRANSIT.] The board shall review and report to the legislature on any preliminary engineering plans for light rail transit adopted by the commissioner of transportation under article 7.
- Subd. 5. [STATE-AID DISTRIBUTION.] The board shall study all unresolved issues relating to distribution of the county state-aid highway fund and the municipal state-aid street fund. These issues may include, but need not be limited to:
 - (1) formulas for distributing money in these funds;
- - (3) the role of screening boards in this distribution;
- (4) methods of mitigating reductions in state aid that might result to one or more counties from various changes in state aid formulas and distribution procedures; and
 - (5) appropriate levels of state participation in the cost of con-

structing and maintaining county state-aid highways and municipal state-aid streets.

- Subd. 6. [LOCAL PARTICIPATION IN TRUNK HIGHWAY PROJECTS.] The board shall study the appropriate role of local units of government in assisting in the cost of projects to construct or reconstruct trunk highways. The study must include a recommendation of guidelines to govern the extent of that participation and the types of projects for which participation is feasible and desirable.
- Subd. 7. [INCREASED USE OF HIGH-OCCUPANCY VEHI-CLES.] The board shall study the feasibility and desirability of increasing incentives for the use of high-occupancy vehicles such as carpools, vanpools, and transit. The board shall study and evaluate, among other things, each of the following incentives:
 - (1) tax incentives to employees;
 - (2) tax incentives and other incentives to employers;
- (3) parking charges designed to discourage single-occupant vehicles and promote high-occupancy vehicles;
 - (4) road pricing on freeways and other commuting routes;
 - (5) staggered work hours;
- (6) expanded availability and reduced cost of regular-route transit; and
- (7) increased use of demand-responsive transit to meet the needs of persons otherwise automobile dependent.
- Subd. 8. [LOCAL FINANCE STUDY.] The board shall study and report to the legislature by February 15, 1992, the use and effect of methods other than property tax revenues to finance local transportation improvements, including impact fees, transportation utility fees, and similar methods.

ARTICLE 8

METROPOLITAN TRANSIT SERVICE

- Section 1. Minnesota Statutes 1990, section 473.375, subdivision 15, is amended to read:
- Subd. 15. [PERFORMANCE STANDARDS.] The board may establish performance standards for recipients of financial assistance,

except that performance standards for recipients of financial assistance under section 473.388 shall be established after consultation with such recipients.

Sec. 2. Minnesota Statutes 1990, section 473.377, subdivision 1, is amended to read:

Subdivision 1. [REQUIREMENT.] The transit board shall prepare, submit to the council, and adopt an implementation plan as provided in section 473.161. The services and systems management component of the board's plan must include a description of the special transportation service provided under section 473.386. The board shall prepare an implementation plan meeting the requirements of this section and submit the plan to the council by August 1, 1986, and thereafter at a time prescribed by the council. The components of the implementation plan that are applicable to recipients of financial assistance under section 473.388 shall be prepared after consultation with such recipients.

Sec. 3. Minnesota Statutes 1990, section 473.388, is amended to read:

473.388 [REPLACEMENT OPT-OUT TRANSIT SERVICE PROGRAM.]

Subdivision 1. [PROGRAM ESTABLISHED.] A replacement An opt-out transit service program is established to continue the metropolitan transit service demonstration program established in Minnesota Statutes 1982, section 174.265, as provided in this section.

- Subd. 2. [REPLACEMENT OPT-OUT TRANSIT SERVICE; ELI-GIBILITY.] The transit board may shall provide assistance under the program to a statutory or home rule charter city or town or combination thereof, that:
 - (a) is located in the metropolitan transit taxing district;
- (b) is not served by the transit commission or is served only with transit commission bus routes which begin or end within the applying city or town or combination thereof; and
- (c) has fewer than four scheduled runs of metropolitan transit commission bus service during off-peak hours defined in section 473.408, subdivision 1.

Eligible cities or towns or combinations thereof may apply on behalf of a transit operator with whom they propose to contract for service. The board may not provide assistance under this section to a statutory or home rule charter city or town unless the city or town,

- (i) was receiving assistance under Minnesota Statutes 1982, section 174.265 by July 1, 1984,
- (ii) had submitted an application for assistance under that section by July 1, 1984, or
- (iii) had submitted a letter of intent to apply for assistance under that section by July 1, 1984, and submits an application for assistance under this section by July 1, 1988. A statutory or home rule charter city or town has an additional 12-month extension if it has notified the board before July 1, 1988, that the city or town is in the process of completing a transportation evaluation study that includes an assessment of the local transit needs of the city or town.
- Subd. 3. [APPLICATION FOR ASSISTANCE.] An application for assistance under this section must:
- (a) describe the existing service provided to the applicant by the transit commission, including the estimated number of passengers carried and the routes, schedules, and fares;
- (b) describe the transit service proposed for funding under the demonstration program, including the anticipated number of passengers and the routes, schedules, and fares; and
- (c) indicate the total amount of available local transit funds, the portion of the available local transit funds proposed to be used to subsidize replacement opt-out services, and the amount of assistance requested for the replacement opt-out services.
- Subd. 4. [FINANCIAL ASSISTANCE.] The board may shall grant the requested financial assistance if it determines that the proposed service is consistent with the approved implementation plan and is intended to replace or increase the service to the applying city or town or combination thereof by the transit commission and that the proposed service will meet the needs of the applicant at least as efficiently and effectively as the existing service, if any, and that the assistance will be used for transit-related purposes.

The amount of assistance which the board may shall provide under this section may not exceed the sum of:

(a) is the portion of the available local transit funds which the applicant proposes to use to subsidize the costs of the proposed service; and, including, but not limited to, costs of operations, personnel, administration, equipment, and property.

(b) an amount of financial assistance bearing an identical proportional relationship to the amount under clause (a) as the total amount of financial assistance to the transit commission bears to the total amount of taxes collected by the board under section 473.446. The board shall pay the amount to be provided to the recipient from the assistance the board would otherwise pay to the transit commission.

The board shall also provide an amount equal to one-sixth of the cost of the proposed service, recalculated annually, for the purpose of budget reserve. The budget reserve to be retained by recipients of financial assistance under this section may not exceed one-sixth of the current year cost of providing service. A budget reserve may not be budgeted or retained by a recipient under this section during any budget year in which the cost of providing service by that recipient equals or exceeds the total amount of available local transit funds.

The board shall disburse assistance to the recipient in advance, by monthly payments on or before the first day of each month of the year for which assistance is requested by the recipient.

Assistance provided by the board to the recipient must be spent for transit-related purposes. Assistance that is not spent in the budget year in which it is provided must be deposited with the board, who will place emphasis on the expenditure of these funds for suburban transit service.

For purposes of this section "available local transit funds" means 90 percent of the tax revenues which would accrue to the board from the tax it levies certified tax levy under section 473.446 in the applicant city or town or combination thereof, including the revenues which would accrue from the homestead and agricultural credit aid and disparity reduction aid.

Subd. 5. [OTHER ASSISTANCE.] A city or town receiving assistance under this section may also receive assistance from the board under section 473.384. In applying for assistance under that section an applicant must describe the portion of the available local transit funds which are not obligated to subsidize replacement service and which the applicant proposes to use to subsidize additional service. An applicant which has exhausted its available local transit funds may use any other local subsidy funds to complete the required local share.

Subd. 6. [ASSUMPTION OF PROGRAM.] The board shall certify to the commissioner of transportation when it has adopted an approved interim implementation plan and is ready to assume responsibility for the metropolitan transit service demonstration program administered by the commissioner under Minnesota Statutes 1982, section 174.265. On receipt of the certification the commissioner shall make no further contracts under that program

and shall assign all contracts then in effect under that program to the board, and the contracts at that time become obligations of the board.

Subd. 7. [BUDGET.] A recipient of assistance under this section shall prepare an annual budget and, after holding a public hearing on the budget, shall submit the budget to the board for review. The board shall review and comment on the consistency of the budget with its implementation plan.

Sec. 4. [STUDIES REQUIRED.]

- (a) The metropolitan council, in consultation with the board and after consultation with participants in the opt-out transit service program, must conduct a study of the costs of planning, administering and managing transit services in the metropolitan area, including the costs of coordinating and integrating services provided by different transit operators or authorities. The council, in consultation with the board, must direct its staff to examine whether the percentage of property tax revenues raised in communities participating in the program under Minnesota Statutes, section 473.388, which accrues to the board from the tax it levies under Minnesota Statutes, section 473.446, is adequate to finance those communities' prorated share of these costs. The council, in consultation with the board, must make a recommendation to the legislature on the appropriate percentage of property tax revenues to be used to finance these costs.
- (b) The council, in consultation with the board and after consultation with participants in the opt-out transit service program, must conduct a study of the interaction between the funding mechanisms of the program under Minnesota Statutes, section 473.388, and the reductions of levied taxes made pursuant to Minnesota Statutes, section 473.446, subdivision 1. The council, in consultation with the board, must direct its staff to study the interaction of these provisions, including the effect of the interaction on the financing of transit services in the metropolitan area.
- (c) The council must report to the legislature on the results of these studies on or before February 15, 1992.

Sec. 5. [APPLICATION.]

Sections 1 to 4 apply in the counties of Anoka, Carver, Dakota, Hennepin, Ramsey, Scott, and Washington.

ARTICLE 9

FUEL TAX AGREEMENTS

- Section 1. Minnesota Statutes 1990, section 168.187, subdivision 17, is amended to read:
- Subd. 17. [TRIP PERMITS.] The commission may, Subject to agreements or arrangements made or entered into pursuant to subdivision 7, the commissioner may issue trip permits for use of Minnesota highways by individual vehicles, on an occasional basis, for periods not to exceed 120 hours in compliance with rules promulgated pursuant to subdivision 23 and upon payment of a fee of \$15.
- Sec. 2. Minnesota Statutes 1990, section 168.187, subdivision 26, is amended to read:
- Subd. 26. [DELINQUENT FILING OR PAYMENT.] If a fleet owner licensed under this section and section 296.17 296.171, subdivision 9a 6, is delinquent in either the filing or payment of paying the international fuel tax agreement reports for more than 30 days, or the payment of paying the international registration plan billing for more than 30 days, the fleet owner, after ten days' written notice, is subject to suspension of the apportioned license plates and the international fuel tax agreement license.

Sec. 3. [296.171] [FUEL TAX COMPACTS.]

Subdivision 1. [AUTHORITY.] The commissioner of public safety has the powers granted to the commissioner of revenue under section 296.17. The commissioner of public safety may enter into an agreement or arrangement with the duly authorized representative of another state or make an independent declaration, granting to owners of vehicles properly registered or licensed in another state, benefits, privileges, and exemptions from paying, wholly or partially, fuel taxes, fees, or other charges imposed for operating the vehicles under the laws of Minnesota. The agreement, arrangement, or declaration may impose terms and conditions not inconsistent with Minnesota laws.

Subd. 2. [RECIPROCAL PRIVILEGES AND TREATMENT.] An agreement or arrangement must be in writing and provide that when a vehicle properly licensed for fuel in Minnesota is operated on highways of the other state, it must receive exemptions, benefits, and privileges of a similar kind or to a similar degree as are extended to a vehicle properly licensed for fuel in that state, when operated in Minnesota. A declaration must be in writing and must contemplate and provide for mutual benefits, reciprocal privileges, or equitable treatment of the owner of a vehicle registered for fuel in Minnesota and the other state. In the judgment of the commissioner

- of public safety, an agreement, arrangement, or declaration must be in the best interest of Minnesota and its citizens and must be fair and equitable regarding the benefits that the agreement brings to the economy of Minnesota.
- Subd. 3. [COMPLIANCE WITH MINNESOTA LAWS.] Agreements, arrangements, and declarations made under authority of this section must contain a provision specifying that no fuel license, or exemption issued or accruing under the license, excuses the operator or owner of a vehicle from compliance with Minnesota laws.
- Subd. 4. [EXCHANGES OF INFORMATION.] The commissioner of public safety may make arrangements or agreements with other states to exchange information for audit and enforcement activities in connection with fuel tax licensing. The filing of fuel tax returns under this section is subject to the rights, terms, and conditions granted or contained in the applicable agreement or arrangement made by the commissioner under the authority of this section.
- Subd. 5. [BASE STATE FUEL COMPACT.] The commissioner of public safety may ratify and effectuate the international fuel tax agreement or other fuel tax agreement. The commissioner's authority includes, but is not limited to, collecting fuel taxes due, issuing fuel licenses, issuing refunds, conducting audits, assessing penalties and interest, issuing fuel trip permits, issuing decals, and suspending or denying licensing.
- Subd. 6. [MINNESOTA-BASED INTERSTATE CARRIERS.] Notwithstanding the exemption contained in section 296.17, subdivision 9, as the commissioner of public safety enters into interstate fuel tax compacts requiring base state licensing and filing and eliminating filing in the nonresident compact states, the Minnesotabased motor vehicles registered under section 168.187 will be required to license under the fuel tax compact in Minnesota.
- Subd. 7. [DELINQUENT FILING OR PAYMENT.] If a fleet owner licensed under this section is delinquent in either filing or paying the international fuel tax agreement reports for more than 30 days, or paying the international registration plan billing under section 168.187 for more than 30 days, the fleet owner, after ten days' written notice, is subject to suspension of the apportioned license plates and the international fuel tax agreement license.
- Subd. 8. [TRANSFERRING FUNDS TO PAY DELINQUENT FEES.] If a fleet owner licensed under this section is delinquent in either filing or paying the international fuel tax agreement reports for more than 30 days, or paying the international registration plan billing under section 168.187 for more than 30 days, the commissioner may authorize any credit in either the international fuel tax agreement account or the international registration plan account to

be used to offset the liability in either the international registration plan account or the international fuel tax agreement account.

Subd. 9. [FUEL COMPACT FEES.] License fees paid to the commissioner of public safety under the international fuel tax agreement must be deposited in the trunk highway fund. The commissioner shall charge the fuel license fee of \$30 established under section 296.17, subdivision 10, in annual installments of \$15 and an annual application filing fee of \$13 for quarterly reporting of fuel tax.

Subd. 10. [FUEL DECAL FEES.] The commissioner of public safety may issue and require the display of a decal or other identification to show compliance with subdivision 5. The commissioner may charge a fee to cover the cost of issuing the decal or other identification. Decal fees paid to the commissioner under this subdivision must be deposited in the trunk highway fund.

Sec. 4. [REPEALER.]

Minnesota Statutes 1990, section 296.17, subdivision 9a, is repealed."

Delete the title and insert:

"A bill for an act relating to transportation; establishing state transportation goals and requiring periodic revisions of the state transportation plan; providing for enforcement of law requiring stops at railroad grade crossings; providing for enhanced public information and education regarding grade crossing safety; directing a study of rail-highway grade crossings and requiring a report; authorizing the commissioner of transportation to make grants for the improvement of commercial navigation facilities; authorizing local units of government to advance funds for the completion of trunk highway projects; providing for rustic roads and natural preservation routes; authorizing variance from rules governing certain cargo tanks; directing commissioner of transportation to seek federal funds for bicycle facilities; creating a transportation services fund and providing for its uses; specifying percentage of unrefunded motor fuel tax revenue that is attributable to use on forest roads; providing for light rail transit; requiring the commissioner of transportation to include light rail transit facilities in the design for reconstruction of I-94 and I-35W; directing a study of highway corridors; extending and reconstituting the transportation study board and directing it to conduct certain studies; providing procedures related to assistance for transit systems; providing for the opt-out transit service program; providing for fuel tax agreements; providing for fees; appropriating money; amending Minnesota Statutes 1990, sections 103G.301, by adding a subdivision; 162.02, subdivision 3a; 162.09, subdivision 3a; 168.187, subdivisions 17 and 26; 169.26; 171.13, subdivision 1, and by adding a subdivision; 174.01; 174.03, subdivision 2, and by adding a subdivision; 219.074, by adding a subdivision; 219.402; 221.033, by adding a subdivision; 296.16, subdivision 1a; 296.421, subdivision 8; 299D.03, subdivision 5; 473.373, subdivision 4a; 473.375, subdivision 15; 473.377, subdivision 1; 473.388; 473.399; 473.3991, subdivision 1, and by adding a subdivision; 473.3993, subdivisions 2, 3, and by adding a subdivision; 473.3994; and 473.3996; proposing coding for new law in Minnesota Statutes, chapters 3; 160; 161; 162; 174; 219; 296; and 473; proposing coding for new law as Minnesota Statutes, chapter 457A; repealing Minnesota Statutes 1990, section 296.17, subdivision 9a."

With the recommendation that when so amended the bill pass.

The report was adopted.

Simoneau from the Committee on Appropriations to which was referred:

H. F. No. 1655, A bill for an act relating to taxation; authorizing the department of trade and economic development to issue obligations to finance construction of aircraft maintenance and repair facilities; authorizing the metropolitan airports commission to operate outside the metropolitan area; amending Minnesota Statutes 1990, sections 360.013, subdivision 5; 360.032, subdivision 1; 360.038, subdivision 4; 473.608, subdivision 1; and 473.667, by adding subdivisions; proposing coding for new law in Minnesota Statutes, chapter 473; proposing coding for new law as Minnesota Statutes, chapter 116R.

Reported the same back with the following amendments:

Page 1, after line 27, insert:

"Subd. 5. [PROJECT.] "Project" means the facilities or any property described in section 5, subdivisions 5 or 6, as applicable.

Subd. 6. [RELATED PERSON.] "Related person" means any guarantor of the obligations of the lessee under the lease of a project and any other person whose relation to the lessee or the guarantor is that of a related person as defined in section 147 (a)(2) of the Internal Revenue Code of 1986, as amended through December 31, 1990, and whose financial condition the commissioner determines to be material for the purposes of carrying out the due diligence duties under section 2.

Subd. 7. [STATE GUARANTEED BONDS.] "State guaranteed

bonds" means all outstanding bonds secured as provided in section 2, subdivision 4, paragraph (a)."

Page 2, line 11, delete "facilities" and insert "projects"

Page 3, line 6, delete "as" and insert "at"

Page 3, delete lines 8 and 9

Page 3, line 12, delete "facilities" and insert "projects"

Page 3, line 14, after "lessee" insert "or lessees"

Page 3, line 15, delete "facilities" and insert "project or projects" and delete everything after "any"

Page 3, delete line 16 and insert "related person."

Page 3, line 18, delete "a" and insert "an independent,"

Page 3, line 20, delete ", and" and insert "or lessees and any related person."

Page 3, delete line 21

Page 3, line 22, delete everything before "lessee" and insert "The commissioner shall select a different consultant for this purpose than any engaged by the airports commission for this purpose under article 2. The consultant may not be under contract or employed to provide professional services to the commissioner or the commission on the bonds or any other element of the transaction. A"

Page 3, delete line 23, and insert "related person"

Page 3, delete lines 28 to 36

Page 4, delete lines 1 to 3

Reletter the paragraphs in sequence

Page 4, line 4, delete "the"

Page 4, delete lines 5 to 8

Page 4, line 9, delete everything before the period and insert "business plans, financial statements, customer lists, and market and feasibility studies required under sections 1 to 15 or submitted in connection with the provision of financial assistance or any

agreement authorized under this act are nonpublic data, as defined in section 13.02, subdivision 9"

Page 4, line 17, delete "facilities" and insert "projects"

Page 4, line 22, after "state" insert ", metropolitan,"

Page 4, line 28, delete "its"

Page 4, line 29, delete "affiliates" and insert "any related person"

Page 4, line 33, delete the first "the" and insert "each" and delete "facilities" and insert "project or projects" and delete "corporations"

Page 4, line 34, delete everything before the semicolon and insert "related person"

Page 5, line 1, after "lessee" insert "or lessees"

Page 5, line 4, after "lessee" insert "or lessees"

Page 5, line 35, delete "At" and before "request" insert "commissioner may" and delete "of the commissioner,"

Page 5, delete line 36

Page 6, delete line 1

Page 6, line 2, delete "credit, and taxing power"

Page 6, line 6, after the period insert "At the request of the commissioner, St. Louis county shall, by resolution of its county board, unconditionally and irrevocably pledge as a general obligation, its full faith, credit, and taxing power to pay or secure payment of principal and interest due on the principal amount or amounts requested by the commissioner."

Page 6, after line 15, insert:

"(c) The commissioner may request the city of Duluth to pay or secure payment of principal and interest due on up to \$47,600,000 principal amount of revenue bonds for the facility described in subdivision 5. At the request of the commissioner, the city of Duluth shall pledge specified revenues of the city to pay principal and interest due on the principal amount requested by the commissioner."

Page 6, line 16, delete "(c)" and insert "(d)"

Page 7, line 7, after "entering" insert "into"

Page 7, line 8, after "lessee" insert "or other party"

Page 7, line 34, delete "facilities" and insert "projects"

Page 8, line 2, after "respecting" insert ": (1) aircraft noise abatement; and (2)"

Page 8, line 22, delete "facilities" and insert "projects"

Page 8, line 25, delete "facilities" and insert "projects"

Page 8, line 26, after "state" insert ", metropolitan,"

Page 8, line 27, after "state" insert ", metropolitan,"

Page 11, line 9, delete "issued"

Page 11, line 10, delete "under this section"

Page 11, line 16, delete "Interest on"

Page 11, line 17, delete "authorized by this section"

Page 12, line 12, after "appropriated" insert "for that purpose"

Page 12, line 16, delete "facility" and insert "project"

Page 12, delete lines 23 and 24

Page 12, line 25, delete "(7)" and insert "(6)"

Page 12, line 26, delete "and"

Page 12, line 27, delete "(8)" and insert "(7)"

Page 12, line 29, delete the period and insert "; and"

Page 12, after line 29, insert:

 $\frac{\text{``(8) investment income on any of the sources specified in clauses}}{\text{(1) to (7).''}} \\ \\ \frac{\text{income on any of the sources specified in clauses}}{\text{(2) to (7).''}} \\ \\$

Page 12, line 34, delete the comma

Page 13, line 12, after "bonds," insert "and may grant different priorities in the lien for different series of bonds,"

Page 15, line 5, delete "issued under sections 1 to 15,"

Page 15, line 20, delete "facilities" and insert "projects"

Page 15, line 26, delete "facility" and insert "project"

Page 18, line 12, after the first "the" insert "deficiency" and delete "not required for payment of" and insert "may be used to pay"

Page 18, line 13, after the first "the" insert "deficiency" and after "bonds" insert "and any remaining proceeds"

Page 18, line 15, after the period insert "The proceeds of the deficiency bonds are appropriated for these purposes."

Page 19, line 9, delete "or programs"

Page 19, delete lines 21 to 36

Page 20, delete lines 1 to 18

Page 21, line 25, after "exercise" insert "any"

Page 22, line 33, after "otherwise" insert "arranging for"

Page 23, line 11, after "retention" insert ", safe operation,"

Page 23, line 23, delete "and" and insert ", (d), or" and after "(g)" insert "and the proceeds must be applied in a manner consistent with this authority"

Page 26, line 16, delete the comma

Page 26, delete line 17

Page 26, line 18, delete "account,"

Page 27, line 30, delete everything after "lease" and insert a semicolon

Page 27, after line 30, insert:

"(3) aircraft noise abatement; and"

Page 27, line 31, delete "(3)" and insert "(4)"

Page 29, line 26, before "Before" insert "(a)"

Page 29, line 28, delete "and the commissioner of finance"

Page 30, line 6, delete the second "a" and insert "an independent,"

Page 30, line 9, after "corporations" insert "selected by the commission and"

Page 30, after line 22, insert:

"The commission shall select a different consultant for the purpose of clause (2) than any engaged by the commissioner of finance for this purpose under article 1. The consultant may not be under contract or employed to provide professional services to the commission or the commissioner on the bonds or any other element of the transaction.

(b) Business plans, financial statements, customer lists, and market and feasibility studies provided to the consultant or the commission by the airline company or a related company under paragraph (a) of this subdivision, are nonpublic data as defined in section 13.02, subdivision 9."

Page 30, line 27, delete "constructing" and insert "acquisition and betterment of"

Page 30, line 33, delete ", including any debt"

Page 30, line 34, delete everything before "is"

Page 31, delete lines 24 to 29

Page 31, line 30, delete "6" and insert "5"

Page 31, line 32, delete everything after "issued"

Page 31, line 33, delete everything before the period and insert "to finance a facility or facilities for which the lease agreement was entered into before December 31, 1991"

Page 31, after line 35, insert:

"ARTICLE 3

INTERGOVERNMENTAL COORDINATION

Section 1. [INTERAGENCY TASK FORCE.]

Subdivision 1. [PURPOSE.] There is established an interagency task force to coordinate the financial transactions authorized by this act, including bonds, financial assistance, and loan, lease, and other revenue agreements. The task force consists of the commissioners of

finance, trade and economic development, and revenue and the chair of the metropolitan airports commission. The mayors of the cities of Duluth and Hibbing and the chair of the St. Louis county board and the commissioner of the iron range resources and rehabilitation board are members of the task force for purposes of financial transactions related to projects described in article 1, section 2, subdivisions 5 and 6. The commissioner of finance is the chair of the task force. To complete its work, the task force shall use staff and consultant services made available by the governmental units and agencies represented on the task force.

- Subd. 2. [DUTIES.] The task force shall coordinate the negotiation of financial transactions under this act by the governmental agencies and units represented on the task force. The task force shall advise and make recommendations to the responsible public agencies and units on the following matters:
 - (1) the financial assistance to be provided;
- (2) financial commitments by state, metropolitan, and local agencies, including any arrangements related to state, metropolitan, and local debt, taxes, financing, and debt service;
 - (3) loan, lease, or other revenue agreements;
- (4) the financial commitments of lessees of projects financed or refinanced with financial assistance under this act, and any related persons, and the estimates of business and financial conditions, economic activity, air traffic, and other factors that have been used in assessing the capability of the lessees and any related persons to meet their financial commitments.

Sec. 2. [STATE AND METROPOLITAN BONDS; REVIEW AND APPROVAL.]

The metropolitan airports commission may not issue bonds authorized by this act without the approval of the commissioner of finance. The commissioner of finance may not issue bonds authorized by this act without the approval of the metropolitan airports commission."

Renumber the sections in sequence

Correct internal references

Amend the title accordingly

With the recommendation that when so amended the bill pass.

The report was adopted.

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

H. F. No. 1693, A bill for an act relating to legislative enactments; providing for the correction of miscellaneous oversights, inconsistencies, ambiguities, unintended results, and technical errors of a noncontroversial nature; amending Minnesota Statutes 1990, section 302A.461, subdivision 2, as amended.

Reported the same back with the recommendation that the bill pass.

The report was adopted.

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

S. F. No. 1571, A bill for an act relating to the legislature; changing the boundaries of legislative districts; amending Minnesota Statutes 1990, section 2.031, subdivision 2; proposing coding for new law in Minnesota Statutes, chapter 2; repealing Minnesota Statutes 1990, sections 2.019; and 2.042 to 2.702.

Reported the same back with the recommendation that the bill pass.

The report was adopted.

SECOND READING OF HOUSE BILLS

H. F. Nos. 723, 1655 and 1693 were read for the second time.

SECOND READING OF SENATE BILLS

S. F. Nos. 300, 371, 432, 559, 565, 720, 1474 and 1571 were read for the second time.

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. 571, A bill for an act relating to retirement; Minneapolis municipal employees; making various changes reflecting benefits, administration, and investment practices of the Minneapolis employees retirement fund; amending Minnesota Statutes 1990, sections 11A.24, subdivision 1; 356.71; 422A.03, subdivision 1; 422A.05, subdivision 2c; 422A.09, subdivision 3; 422A.13, subdivision 2; and 422A.16, subdivisions 1 and 3.

PATRICK E. FLAHAVEN, Secretary of the Senate

Mr. Speaker:

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

H. F. No. 628, A bill for an act relating to traffic regulations; increasing the fine for violating seat belt requirements; reallocating fine receipts; amending Minnesota Statutes 1990, section 169.686, subdivisions 1 and 3; proposing coding for new law in Minnesota Statutes, chapter 169.

Patrick E. Flahaven, Secretary of the Senate

Mr. Speaker:

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

H. F. No. 1286, A bill for an act relating to the secretary of state; changing certain fees, deadlines, and procedures; providing for supplemental filing and information services; providing for removal of documents from the public record; clarifying certain language; amending Minnesota Statutes 1990, sections 5.03; 5.16, subdivision 5; 302A.821, subdivisions 3, 4, and 5; 303.07, subdivision 2; 303.08; 303.13, subdivision 1; 303.17, subdivision 1; 308A.131, subdivision 1; 308A.801, subdivision 6; 317A.821, subdivision 2; 317A.823; 317A.827, subdivision 1; and 331A.02, subdivision 1; proposing coding for new law in Minnesota Statutes, chapter 5.

PATRICK E. FLAHAVEN, Secretary of the Senate

Mr. Speaker:

I hereby announce that the Senate accedes to the request of the House for the appointment of a Conference Committee on the amendments adopted by the Senate to the following House File:

H. F. No. 551, A bill for an act relating to drivers' licenses; extending waiting period for person to receive limited driver's license who has been convicted of certain crimes; providing a penalty; amending Minnesota Statutes 1990, sections 171.17; and 171.30, subdivisions 2, 4, and by adding a subdivision.

The Senate has appointed as such committee:

Mr. Finn; Ms. Ranum; Messrs. Marty, Neuville and McGowan.

Said House File is herewith returned to the House.

PATRICK E. FLAHAVEN, Secretary of the Senate

Mr. Speaker:

I hereby announce that the Senate accedes to the request of the House for the appointment of a Conference Committee on the amendments adopted by the Senate to the following House File:

H. F. No. 1197, A bill for an act relating to commerce; franchises; regulating assignments, transfers, and sales; amending Minnesota Statutes 1990, section 80C.14, subdivision 5, and by adding a subdivision.

The Senate has appointed as such committee:

Messrs. Luther, Hottinger and Day.

Said House File is herewith returned to the House.

Patrick E. Flahaven, Secretary of the Senate

Mr. Speaker:

I hereby announce the following change in the membership of the Conference Committee on H. F. No. 551:

The name of Mr. McGowan has been stricken, and the name of Mr. Laidig has been added.

PATRICK E. FLAHAVEN, Secretary of the Senate

Mr. Speaker:

I hereby announce the passage by the Senate of the following House File, herewith returned, as amended by the Senate, in which amendment the concurrence of the House is respectfully requested:

H. F. No. 875, A bill for an act relating to insurance; rental vehicles; increasing property damage liability coverage; amending Minnesota Statutes 1990, section 65B.49, subdivision 5a.

PATRICK E. FLAHAVEN, Secretary of the Senate

CONCURRENCE AND REPASSAGE

Farrell moved that the House concur in the Senate amendments to H. F. No. 875 and that the bill be repassed as amended by the Senate. The motion prevailed.

H. F. No. 875, A bill for an act relating to insurance; modifying provisions relating to agency termination procedures; rental vehicles; increasing property damage liability coverage; providing for the adjustment or settlement of an automobile loss due to damaged window glass; amending Minnesota Statutes 1990, sections 60A.176, subdivision 3; 60A.177, subdivisions 2, 4, 5, and by adding a subdivision; 65B.49, subdivision 5a; and 72A.201, subdivision 6; repealing Minnesota Statutes 1990, section 60A.176, subdivision 2.

The bill was read for the third time, as amended by the Senate, and placed upon its repassage.

The question was taken on the repassage of the bill and the roll was called. There were 127 year and 4 nays as follows:

Abrams Anderson, I. Anderson, R. Anderson, R. H. Battaglia Bauerly Beard Begich Bertram		Henry Hufnagle Hugoson Jacobs Janezich Jaros Jefferson Jennings Johnson, A.	Lasley Leppik Lieder Limmer Long Lourey Lynch Macklin Mariani	O'Connor Olsen, S. Olson, E. Olson, K. Omann Orenstein Orfield Osthoff Ostrom
Bettermann	Goodno	Johnson, R.	Marsh	Ozment
Bishop	Greenfield	Johnson, V.	McEachern	Pauly
Blatz	Gruenes	Kahn	McGuire	Pellow
Bodahl	Gutknecht	Kalis	McPherson	Pelowski
Boo	Hanson	Kelso	Milbert	Peterson
Brown	Hartle	Kinkel	Morrison	Pugh
Carlson	Hasskamp	Knickerbocker	Munger	Reding
Carruthers	Haukoos	Koppendrayer	Murphy	Rest
Clark	Hausman	Krinkie	Nelson, S.	Rice
Cooper	Heir	Krueger	Newinski	Rodosovich

Welle Wenzel

Winter Spk. Vanasek

Rukavina	Segal	Steensma	Valento
Runbeck	Simoneau	Sviggum	Vellenga
Sarna	Skoglund	Swenson	Wagenius
Schafer	Smith	Thompson	Waltman
Scheid	Solberg	Trimble	Weaver
Schreiber	Sparby	Tunheim	Wejcman
Seaberg	Stanius	Uphus	Welker

Those who voted in the negative were:

Davids Frerichs Girard Onnen

The bill was repassed, as amended by the Senate, and its title agreed to.

Mr. Speaker:

I hereby announce the passage by the Senate of the following House File, herewith returned, as amended by the Senate, in which amendment the concurrence of the House is respectfully requested:

H. F. No. 961, A bill for an act relating to agriculture; appropriating money for the farmer-lender mediation program.

Patrick E. Flahaven, Secretary of the Senate

CONCURRENCE AND REPASSAGE

Nelson, S., moved that the House concur in the Senate amendments to H. F. No. 961 and that the bill be repassed as amended by the Senate. The motion prevailed.

H. F. No. 961, A bill for an act relating to agriculture; extending the agricultural data collection task force and the farmer-lender mediation act; appropriating money; amending Laws 1985, chapter 19, section 6, subdivision 6, as amended; and Laws 1986, chapter 398, article 1, section 18, as amended.

The bill was read for the third time, as amended by the Senate, and placed upon its repassage.

The question was taken on the repassage of the bill and the roll was called. There were 132 yeas and 0 nays as follows:

Abrams	Begich	Carlson	Dempsey	Garcia
Anderson, I.	Bertram	Carruthers	Dille	Girard
Anderson, R.	Bettermann	Clark	Dorn	Goodno
Anderson, R. H.	Bishop	Соорет	Erhardt	Greenfield
Battaglia	Blatz	Dauner	Farrell	Gruenes
Bauerly	Bodahl	Davids	Frederick	Gutknecht
Beard	Brown	Dawkins	Frerichs	Hanson

Hartle	Knickerbocker	Murphy	Reding	Swenson
Hasskamp	Koppendrayer	Nelson, K.	Rest	Thompson
Haukoos	Krinkie	Nelson, S.	Rice	Tompkins
Hausman	Krueger	Newinski	Rodosovich	Trimble
Heir	Lasley	O'Connor	Rukavina	Tunheim
Henry	Leppik	Olsen, S.	Runbeck	Uphus
Hufnagle	Lieder	Olson, E.	Sarna	Valento
Hugoson	Limmer	Olson, K.	Schafer	Vellenga
Jacobs	Long	Omann	Scheid	Wagenius
Janezich	Lourey	Onnen	Schreiber	Waltman
Jaros	Lynch	Orenstein	Seaberg	Weaver
Jefferson	Macklin	Orfield	Segal	Wejcman
Jennings	Mariani	Osthoff	Simoneau	Welker
Johnson, A.	Marsh	Ostrom	Skoglund	Welle
Johnson, R.	McEachern	Ozment	Smith	Wenzel
Johnson, V.	McGuire	Pauly	Solberg	Winter
Kahn	McPherson	Pellow	Sparby	Spk. Vanasek
Kalis	Milbert	Pelowski	Stanius	
Kelso	Morrison	Peterson	Steensma	
Kinkel	Munger	Pugh	Sviggum	

The bill was repassed, as amended by the Senate, and its title agreed to.

Mr. Speaker:

I hereby announce the passage by the Senate of the following House File, herewith returned, as amended by the Senate, in which amendment the concurrence of the House is respectfully requested:

H. F. No. 752, A bill for an act relating to education; providing for school consolidation in certain circumstances.

PATRICK E. FLAHAVEN, Secretary of the Senate

CONCURRENCE AND REPASSAGE

Tunheim moved that the House concur in the Senate amendments to H. F. No. 752 and that the bill be repassed as amended by the Senate. The motion prevailed.

H. F. No. 752, A bill for an act relating to education; providing for school consolidation in certain circumstances.

The bill was read for the third time, as amended by the Senate, and placed upon its repassage.

The question was taken on the repassage of the bill and the roll was called. There were 133 year and 0 nays as follows:

Abrams	Anderson, R. H.	Beard	Bettermann	Bodahl
Anderson, I.	Battaglia	Begich	Bishop	Boo
Anderson, R.	Bauerly	Bertram	Blatz	Brown

Carlson Orfield Hausman Limmer Solberg Carruthers Heir Long Osthoff Sparby Clark Henry Lourey Ostrom Stanius Cooper Hufnagle Lynch Ozment Steensma Dauner Hugoson Macklin Pauly Sviggum Davids Jacobs Mariani Pellow Swenson Marsh Dawkins Janezich Pelowski Thompson Dempsey Jaros McEachern Tompkins Peterson Dille Jefferson Trimble McGuire Pugh Dorn Reding Jennings McPherson Tunheim Johnson, A. Uphus Erhardt Milbert Rest Farrell Morrison Johnson, R. Rice Valento Frederick Johnson, V. Rodosovich Munger Vellenga Frenchs Kahn Murphy Rukavina Wagenius Garcia Kalis Nelson, K. Runbeck Waltman Girard Kelso Nelson, S. Weaver Sarna Goodno Kinkel Newinski Schafer Wejcman Welker Knickerbocker O'Connor Scheid Greenfield Welle Schreiber Gruenes Koppendrayer Olsen, S. Seaberg Gutknecht Krinkie Olson, E. Wenzel Hanson Krueger Olson, K. Segal Winter Hartle Lasley Simoneau Omann Spk. Vanasek Hasskamp Leppik Onnen Skoglund Haukoos Lieder Orenstein Smith

The bill was repassed, as amended by the Senate, and its title agreed to.

Mr. Speaker:

I hereby announce the passage by the Senate of the following House File, herewith returned, as amended by the Senate, in which amendment the concurrence of the House is respectfully requested:

H. F. No. 12, A bill for an act relating to insurance; regulating reinsurance and other insurance practices, investments, guaranty funds, and holding company systems; providing examination authority and reporting requirements; adopting various NAIC model acts and regulations; prescribing penalties; amending Minnesota Statutes 1990, sections 60A.02, by adding a subdivision; 60A.03, subdivision 5; 60A.031; 60A.07, subdivision 5d, and by adding a subdivision; 60A.09, subdivision 5, and by adding a subdivision; 60A.10, subdivision 2a; 60A.11, subdivisions 9, 10, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 26, and by adding a subdivision; 60A.12, by adding a subdivision; 60A.13, subdivision 1; 60A.14, subdivision 1; 60A.27; 60B.25; 60B.37, subdivision 2; 60C.02, subdivision 1; 60C.03, subdivisions 6, 8, and by adding a subdivision; 60C.04; 60C.06, subdivision 1; 60C.09, subdivision 1; 60C.13, subdivision 1; 60C.14, subdivision 2; 60E.04, subdivision 7; 61A.25, subdivisions 3, 5, 6, and by adding subdivisions; 61A.28, subdivisions 1, 2, 3, 6, 8, 11, 12, and by adding a subdivision; 61A.281, by adding a subdivision; 61A.283; 61A.29; 61A.31; 62E.14, by adding a subdivision; 61B.12, by adding subdivisions; 62D.044; 62D.045, subdivision 1; 68A.01, subdivision 2; 72A.061, subdivision 1; 79.34, subdivision 1; and 609.902, subdivision 4; proposing coding for new law in Minnesota Statutes, chapters 60A, 60D, 62A, and 72A; proposing coding for new law as Minnesota Statutes, chapters 60H, 60I, and 60J; repealing Minnesota Statutes 1990, sections 60A.076; 60A.09, subdivision 4; 60A.12, subdivision 2; 60D.01 to 60D.08; 60D.10 to 60D.13; and 61A.28, subdivisions 4 and 5.

PATRICK E. FLAHAVEN, Secretary of the Senate

Skoglund moved that the House refuse to concur in the Senate amendments to H. F. No. 12, that the Speaker appoint a Conference Committee of 5 members of the House, and that the House requests that a like committee be appointed by the Senate to confer on the disagreeing votes of the two houses. The motion prevailed.

Mr. Speaker:

I hereby announce the passage by the Senate of the following House File, herewith returned, as amended by the Senate, in which amendment the concurrence of the House is respectfully requested:

H. F. No. 1142, A bill for an act relating to courts; regulating the use of certain tests; permitting certain punitive damages; directing the supreme court to establish an alternative dispute resolution program and adopt rules; setting conditions for alternative dispute resolution guidelines; providing for interest on arbitration awards; allowing an arbitrator or the court to modify an award based on an error of law; providing arbitration procedures; amending Minnesota Statutes 1990, sections 169.121, subdivision 6, and by adding a subdivision; 494.015; 494.03; 549.09; 572.10; 572.15; and 572.16; proposing coding for new law in Minnesota Statutes, chapter 484; repealing Minnesota Statutes 1990, sections 484.73; 484.74; and 494.01, subdivisions 3 and 5.

PATRICK E. FLAHAVEN, Secretary of the Senate

Carruthers moved that the House refuse to concur in the Senate amendments to H. F. No. 1142, that the Speaker appoint a Conference Committee of 3 members of the House, and that the House requests that a like committee be appointed by the Senate to confer on the disagreeing votes of the two houses. The motion prevailed.

Mr. Speaker:

I hereby announce the passage by the Senate of the following House File, herewith returned, as amended by the Senate, in which amendment the concurrence of the House is respectfully requested:

H. F. No. 181, A bill for an act relating to the environment; adding reimbursement requirements for the petroleum tank release cleanup account; providing for insurance subrogation rights; amend-

ing Minnesota Statutes 1990, sections 115C.04, subdivision 3; 115C.09, subdivision 3; and 115C.10, subdivision 1.

PATRICK E. FLAHAVEN, Secretary of the Senate

Sparby moved that the House refuse to concur in the Senate amendments to H. F. No. 181, that the Speaker appoint a Conference Committee of 3 members of the House, and that the House requests that a like committee be appointed by the Senate to confer on the disagreeing votes of the two houses. The motion prevailed.

Mr. Speaker:

I hereby announce the passage by the Senate of the following House File, herewith returned, as amended by the Senate, in which amendment the concurrence of the House is respectfully requested:

H. F. No. 702, A bill for an act relating to agriculture; transferring the rural finance authority to the department of agriculture; changing the makeup and certain duties and procedures of the authority; providing for an agricultural development bond program to finance agricultural business enterprises and beginning farmers; establishing a dairy upgrading program; appropriating funds; amending Minnesota Statutes 1990, sections 41B.025, subdivisions 1, 3, 5, and 6; 41B.211; 474A.02, subdivisions 13a and 23a; 474A.03, subdivision 1; 474A.061, subdivisions 1, 2b, 3, and 4; 474A.091; 474A.14; proposing coding for new law in Minnesota Statutes, chapter 41B; proposing coding for new law as Minnesota Statutes, chapter 41C.

PATRICK E. FLAHAVEN, Secretary of the Senate

Sparby moved that the House refuse to concur in the Senate amendments to H. F. No. 702, that the Speaker appoint a Conference Committee of 3 members of the House, and that the House requests that a like committee be appointed by the Senate to confer on the disagreeing votes of the two houses. The motion prevailed.

Mr. Speaker:

I hereby announce the passage by the Senate of the following House File, herewith returned, as amended by the Senate, in which amendment the concurrence of the House is respectfully requested:

H. F. No. 289, A bill for an act relating to insurance; accident and health; establishing minimum loss ratios for certain noncomprehensive policies; proposing coding for new law in Minnesota Statutes, chapter 62A.

PATRICK E. FLAHAVEN, Secretary of the Senate

Skoglund moved that the House refuse to concur in the Senate amendments to H. F. No. 289, that the Speaker appoint a Conference Committee of 3 members of the House, and that the House requests that a like committee be appointed by the Senate to confer on the disagreeing votes of the two houses. The motion prevailed.

Mr. Speaker:

I hereby announce the passage by the Senate of the following House File, herewith returned, as amended by the Senate, in which amendment the concurrence of the House is respectfully requested:

H. F. No. 887, A bill for an act relating to game and fish; setting conditions under which a hunter may take two deer; amending Minnesota Statutes 1990, section 97B.301, subdivision 4.

PATRICK E. FLAHAVEN, Secretary of the Senate

Reding moved that the House refuse to concur in the Senate amendments to H. F. No. 887, that the Speaker appoint a Conference Committee of 3 members of the House, and that the House requests that a like committee be appointed by the Senate to confer on the disagreeing votes of the two houses. The motion prevailed.

Mr. Speaker:

I hereby announce the passage by the Senate of the following House File, herewith returned, as amended by the Senate, in which amendment the concurrence of the House is respectfully requested:

H. F. No. 143, A bill for an act relating to appropriations; removing certain directions, limits, and provisos on the use of money for certain projects; amending Laws 1990, chapter 610, article 1, section 9, subdivision 1.

PATRICK E. FLAHAVEN, Secretary of the Senate

Simoneau moved that the House refuse to concur in the Senate amendments to H. F. No. 143, that the Speaker appoint a Conference Committee of 3 members of the House, and that the House requests that a like committee be appointed by the Senate to confer on the disagreeing votes of the two houses. The motion prevailed.

Mr. Speaker:

I hereby announce that the Senate refuses to concur in the House amendments to the following Senate File: S. F. No. 765, A bill for an act relating to transportation; clarifying parking provisions for physically disabled persons; authorizing special license plates for motorcycles; authorizing tinted windshields for medical reasons; abolishing requirement to impound vehicle registration certificates; making technical changes; amending Minnesota Statutes 1990, sections 168.021, subdivision 1; 168.041; 169.123, subdivision 5b; 169.345, subdivision 1; 169.346, subdivisions 1 and 2; 169.71, subdivision 4; 169.795; and 171.29, subdivision 3.

The Senate respectfully requests that a Conference Committee be appointed thereon. The Senate has appointed as such committee:

Mr. Marty; Ms. Flynn and Mrs. Benson, J. E.

Said Senate File is herewith transmitted to the House with the request that the House appoint a like committee.

PATRICK E. FLAHAVEN, Secretary of the Senate

Lynch moved that the House accede to the request of the Senate and that the Speaker appoint a Conference Committee of 3 members of the House to meet with a like committee appointed by the Senate on the disagreeing votes of the two houses on S. F. No. 765. The motion prevailed.

Mr. Speaker:

I hereby announce that the Senate refuses to concur in the House amendments to the following Senate File:

S. F. No. 1295, A bill for an act relating to Ramsey county; creating a Ramsey county local services study commission; setting its duties.

The Senate respectfully requests that a Conference Committee be appointed thereon. The Senate has appointed as such committee:

Messrs. Cohen, Kelly and Knaak.

Said Senate File is herewith transmitted to the House with the request that the House appoint a like committee.

PATRICK E. FLAHAVEN, Secretary of the Senate

Orenstein moved that the House accede to the request of the Senate and that the Speaker appoint a Conference Committee of 3 members of the House to meet with a like committee appointed by the Senate on the disagreeing votes of the two houses on S. F. No. 1295. The motion prevailed.

Mr. Speaker:

I hereby announce that the Senate refuses to concur in the House amendments to the following Senate File:

S. F. No. 208, A bill for an act relating to motor vehicles; providing for seven-year, in transit license plates for motor vehicle dealers; amending Minnesota Statutes 1990, sections 168.12, subdivision 1; 168.27, subdivisions 16 and 17; and 297B.035, subdivision 2.

The Senate respectfully requests that a Conference Committee be appointed thereon. The Senate has appointed as such committee:

Messrs. DeCramer, Langseth and Mehrkens.

Said Senate File is herewith transmitted to the House with the request that the House appoint a like committee.

PATRICK E. FLAHAVEN, Secretary of the Senate

Lasley moved that the House accede to the request of the Senate and that the Speaker appoint a Conference Committee of 3 members of the House to meet with a like committee appointed by the Senate on the disagreeing votes of the two houses on S. F. No. 208. The motion prevailed.

Mr. Speaker:

I hereby announce that the Senate refuses to concur in the House amendments to the following Senate File:

S. F. No. 526, A bill for an act relating to crime; sentencing; clarifying and revising the intensive community supervision program; amending Minnesota Statutes 1990, sections 244.05, subdivision 6; 244.12; 244.13; 244.14; and 244.15.

The Senate respectfully requests that a Conference Committee be appointed thereon. The Senate has appointed as such committee:

Mr. Spear, Ms. Ranum and Mr. Neuville.

Said Senate File is herewith transmitted to the House with the request that the House appoint a like committee.

PATRICK E. FLAHAVEN, Secretary of the Senate

McGuire moved that the House accede to the request of the Senate and that the Speaker appoint a Conference Committee of 3 members of the House to meet with a like committee appointed by the Senate on the disagreeing votes of the two houses on S. F. No. 526. The motion prevailed.

Mr. Speaker:

I hereby announce that the Senate refuses to concur in the House amendments to the following Senate File:

S. F. No. 351, A bill for an act relating to peace officers; guaranteeing peace officers certain rights when a formal statement is taken for disciplinary purposes; proposing coding for new law in Minnesota Statutes, chapter 626.

The Senate respectfully requests that a Conference Committee be appointed thereon. The Senate has appointed as such committee:

Messrs. Pogemiller, Luther and Neuville.

Said Senate File is herewith transmitted to the House with the request that the House appoint a like committee.

PATRICK E. FLAHAVEN, Secretary of the Senate

Carruthers moved that the House accede to the request of the Senate and that the Speaker appoint a Conference Committee of 3 members of the House to meet with a like committee appointed by the Senate on the disagreeing votes of the two houses on S. F. No. 351. The motion prevailed.

Mr. Speaker:

I hereby announce that the Senate refuses to concur in the House amendments to the following Senate File:

S. F. No. 783, A bill for an act relating to health; infectious waste control; transferring responsibility for infectious waste from the pollution control agency to the department of health; clarifying that veterinarians are also covered by the act; clarifying requirements for management and generators' plans; allowing certain medical waste to be mixed with other waste under certain conditions; creating a medical waste task force; appropriating money; amending Minnesota Statutes 1990, sections 116.76, subdivision 5; 116.77; 116.78, subdivision 4; 116.79, subdivisions 1, 3, and 4; 116.80, subdivisions 2 and 3; 116.81, subdivision 1; 116.82, subdivision 3; and 116.83; repealing Minnesota Statutes 1990, sections 116.76, subdivision 2; and 116.81, subdivision 2.

The Senate respectfully requests that a Conference Committee be appointed thereon. The Senate has appointed as such committee:

Messrs. Dahl, Lessard and Larson.

Said Senate File is herewith transmitted to the House with the request that the House appoint a like committee.

PATRICK E. FLAHAVEN, Secretary of the Senate

Dille moved that the House accede to the request of the Senate and that the Speaker appoint a Conference Committee of 3 members of the House to meet with a like committee appointed by the Senate on the disagreeing votes of the two houses on S. F. No. 783. The motion prevailed.

Mr. Speaker:

I hereby announce that the Senate refuses to concur in the House amendments to the following Senate File:

S. F. No. 931, A bill for an act relating to waste management; requiring counties to prepare and amend solid waste management plans; requiring counties and solid waste facilities to develop and implement problem materials management plans; prohibiting issuance and renewal of certain permit if plans are not developed and implemented; amending Minnesota Statutes 1990, sections 115A.03, subdivision 24a; 115A.46, subdivisions 1 and 2; 115A.956; 115A.96, subdivision 6; 116.07, subdivisions 4j and 4k; 473.149, subdivision 1; and 473.803, subdivision 1.

The Senate respectfully requests that a Conference Committee be appointed thereon. The Senate has appointed as such committee:

Messrs. Mondale, Metzen and Laidig.

Said Senate File is herewith transmitted to the House with the request that the House appoint a like committee.

PATRICK E. FLAHAVEN, Secretary of the Senate

Orfield moved that the House accede to the request of the Senate and that the Speaker appoint a Conference Committee of 3 members of the House to meet with a like committee appointed by the Senate on the disagreeing votes of the two houses on S. F. No. 931. The motion prevailed.

Mr. Speaker:

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

S. F. Nos. 511, 607, 716 and 1440.

PATRICK E. FLAHAVEN, Secretary of the Senate

FIRST READING OF SENATE BILLS

S. F. No. 511, A bill for an act relating to natural resources; expanding the coverage and purposes of the watercraft surcharge; providing for informational materials; amending Minnesota Statutes 1990, sections 86B.415, subdivision 7; and 103G.617, subdivision 3.

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

S. F. No. 607, A bill for an act relating to highways; permitting the inclusion of certain city streets in the county state-aid street system; amending Minnesota Statutes 1990, section 162.02, subdivision 12.

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

S. F. No. 716, A bill for an act relating to domestic abuse; requiring domestic abuse petitions to state whether there is an existing order for protection; providing for verification of terms of orders; requiring notice to court with jurisdiction over a dissolution or legal separation; increasing the penalty for violation of an order for protection after a previous conviction; clarifying and conforming arrest provisions; authorizing arrests without a warrant for violation of orders for protection relating to the petitioner's place of employment; increasing the period of probation for misdemeanor domestic assaults; amending Minnesota Statutes 1990, sections 518B.01, subdivisions 4, 6, and 14; 609.135, subdivision 2; and 629.72, subdivision 2.

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

S. F. No. 1440, A bill for an act relating to motor vehicles; providing for certain indemnities in lease agreements; proposing coding for new law in Minnesota Statutes, chapter 168.

The bill was read for the first time.

Milbert moved that S. F. No. 1440 and H. F. No. 1459, now on General Orders, be referred to the Chief Clerk for comparison. The motion prevailed.

REPORT FROM THE COMMITTEE ON RULES AND LEGISLATIVE ADMINISTRATION

Long, from the Committee on Rules and Legislative Administration, pursuant to rule 1.09, designated the following bills as Special Orders to be acted upon immediately following printed Special Orders pending for today, Friday, May 17, 1991:

H. F. Nos. 31 and 989; S. F. No. 1238; H. F. No. 1459; S. F. No. 858; H. F. No. 1072; S. F. Nos. 1179, 1129, 971, 1064, 84, 820, 449, 83 and 268; H. F. No. 1114; S. F. Nos. 109, 1216, 837, 425 and 1128; H. F. No. 1528; and S. F. No. 811.

The following Conference Committee Reports were received:

CONFERENCE COMMITTEE REPORT ON H. F. NO. 633

A bill for an act relating to watercraft; regulating the use and operation of personal watercraft; amending Minnesota Statutes 1990, section 86B.005, by adding subdivisions; proposing coding for new law in Minnesota Statutes, chapter 86B.

May 15, 1991

The Honorable Robert E. Vanasek Speaker of the House of Representatives

The Honorable Jerome M. Hughes President of the Senate

We, the undersigned conferees for H. F. No. 633, report that we have agreed upon the items in dispute and recommend as follows:

That the Senate recede from its amendments and that H. F. No. 633 be further amended as follows:

Delete everything after the enacting clause and insert:

- "Section 1. Minnesota Statutes 1990, section 86B.005, is amended by adding a subdivision to read:
- Subd. 14a. [PERSONAL WATERCRAFT.] "Personal watercraft" means a motorboat that:
- (1) is powered by an inboard motor powering a water jet pump or by an outboard or propeller-driven motor; and
- (2) is designed to be operated by a person or persons sitting, standing, or kneeling on the craft, rather than in the conventional manner of sitting or standing inside a motorboat.
- Sec. 2. Minnesota Statutes 1990, section 86B.005, is amended by adding a subdivision to read:
- Subd. 16a. [SLOW-NO WAKE.] "Slow-no wake" means operation of a watercraft at the slowest possible speed necessary to maintain steerage, but in no case greater than five miles per hour.
 - Sec. 3. [86B.313] [PERSONAL WATERCRAFT REGULATIONS.]
- Subdivision 1. [GENERAL REQUIREMENTS.] In addition to requirements of other laws relating to watercraft, it is unlawful to operate or to permit the operation of a personal watercraft:
- (1) without each person on board the personal watercraft wearing a United States Coast Guard approved Type I, II, III, or V personal flotation device;
 - (2) between sunset and 8:00 a.m.;
- (3) within 100 feet of a shoreline, dock, swimmer, or swimming diving raft or a moored, anchored, or nonmotorized watercraft at greater than slow-no wake speed;
- (4) while towing a person on water skis, a kneeboard, an inflatable craft, or any other device unless an observer is on board;
- (5) without the lanyard-type engine cutoff switch being attached to the person, clothing, or personal flotation device of the operator, if the personal watercraft is equipped by the manufacturer with such a device;
- (6) if any part of the spring-loaded throttle mechanism has been removed, altered, or tampered with so as to interfere with the return-to-idle system;
 - (7) to chase or harass wildlife;

- (8) through emergent or floating vegetation at other than a slow-no wake speed;
- (9) in a manner that unreasonably or unnecessarily endangers life, limb, or property, including weaving through congested watercraft traffic, jumping the wake of another watercraft within 100 feet of the other watercraft; or
 - (10) in any other manner that is not reasonable and prudent.
- Subd. 2. [AGE OF OPERATOR.] Except in the case of an emergency, a person under the age of 13 years may not operate or be permitted to operate a personal watercraft, regardless of horse-power, unless there is a person 18 years of age or older on board the craft. It is unlawful for the owner of a personal watercraft to permit the personal watercraft to be operated contrary to this subdivision.
- Subd. 3. [OPERATOR'S PERMIT.] Except in the case of an emergency, a person 13 years of age or over but less than 18 years of age may not operate a personal watercraft, regardless of horsepower, without possessing a valid watercraft operator's permit as required by section 86B.305, unless there is a person 18 years of age or older on board the craft. In addition to the permit requirement, a person 13 years of age operating a personal watercraft must maintain unaided observation by a person 18 years of age or older. It is unlawful for the owner of a personal watercraft to permit the personal watercraft to be operated contrary to this subdivision.
- Subd. 4. [DEALERS AND RENTAL OPERATIONS.] (a) A dealer of personal watercraft shall distribute a summary of the laws and rules governing the operation of personal watercraft and, upon request, shall provide instruction to a purchaser regarding:
 - (1) the laws and rules governing personal watercraft; and
 - (2) the safe operation of personal watercraft.
 - (b) A person who offers personal watercraft for rent:
- (1) shall provide a summary of the laws and rules governing the operation of personal watercraft and provide instruction regarding the laws and rules and the safe operation of personal watercraft to each person renting a personal watercraft; and
- (2) shall provide a United States Coast Guard approved Type I, II, III, or V personal flotation device and any other required safety equipment to all persons who rent a personal watercraft at no additional cost.

Sections 1 to 3 are effective 30 days after final enactment, except that section 3, subdivision 4, paragraph (b), clause (1), is effective 60 days after final enactment."

We request adoption of this report and repassage of the bill.

House Conferees: Anthony G. "Tony" Kinkel, Mary Jo McGuire and Kevin P. Goodno.

Senate Conferees: Bob Lessard, Harold R. "Skip" Finn and Gen Olson.

Kinkel moved that the report of the Conference Committee on H. F. No. 633 be adopted and that the bill be repassed as amended by the Conference Committee. The motion prevailed.

H. F. No. 633, A bill for an act relating to watercraft; regulating the use and operation of personal watercraft; amending Minnesota Statutes 1990, section 86B.005, by adding subdivisions; proposing coding for new law in Minnesota Statutes, chapter 86B.

The bill was read for the third time, as amended by Conference, and placed upon its repassage.

The question was taken on the repassage of the bill and the roll was called. There were 116 yeas and 16 nays as follows:

Knickerbocker

Olson, K.

Skoglund

Those who voted in the affirmative were:

Frederick Abrams Anderson, I. Frerichs Anderson, R. H. Garcia Bauerly Goodno Beard Greenfield Begich Hanson Bertram Hartle Hasskamp Bettermann Bishop Hausman Blatz Heir Bodahl Henry Boo Hufnagle Brown Jacobs Carlson Janezich Carruthers Jaros Clark Jefferson Cooper Jennings Johnson, A. Dauner Dawkins Johnson, R. Johnson, V. Dempsey Kahn Dille Dorn Kalis Erhardt Kelso Farrell Kinkel

Krueger Orenstein Lasley Orfield Leppik Osthoff Lieder Ostrom Limmer Ozment Long Pauly Lourey Pellow Lynch Pelowski Macklin Peterson Pugh Mariani Marsh Reding McEachern Rest McGuire Rice Milbert Rodosovich Morrison Rukavina Munger Runbeck Murphy Sarna Nelson, K. Scheid Nelson, S. Schreiber Newinski Seaberg O'Connor Segal Olsen, S. Simoneau

Olson, E.

Smith Solberg Sparby Steensma Swenson Thompson Tompkins Trimble Tunheim Uphus Valento Vellenga Wagenius Waltman Weaver Wejcman Welle Wenzel Winter Spk. Vanasek Those who voted in the negative were:

Battaglia Krinkie Schafer Gutknecht Davids Haukoos McPherson Stanius Girard Hugoson Omann Sviggum Gruenes Koppendrayer Onnen Welker

The bill was repassed, as amended by Conference, and its title agreed to.

CONFERENCE COMMITTEE REPORT ON H. F. NO. 1549

A resolution memorializing the President and the Congress of the United States to take action to alleviate the crisis in the Midwest dairy industry.

May 16, 1991

The Honorable Robert E. Vanasek Speaker of the House of Representatives

The Honorable Jerome M. Hughes President of the Senate

We, the undersigned conferees for H. F. No. 1549, report that we have agreed upon the items in dispute and recommend as follows:

That the Senate recede from its amendment.

We request adoption of this report and repassage of the bill.

House Conferees: Stephen G. Wenzel, Bernie Omann and Jeff Bertram.

Senate Conferees: Dallas C. Sams, Joe Bertram, Sr., and Charles R. Davis.

Wenzel moved that the report of the Conference Committee on H. F. No. 1549 be adopted and that the bill be repassed as amended by the Conference Committee. The motion prevailed.

H. F. No. 1549, A resolution memorializing the President and the Congress of the United States to take action to alleviate the crisis in the Midwest dairy industry.

The bill was read for the third time, as amended by Conference, and placed upon its repassage.

The question was taken on the repassage of the bill and the roll was called. There were 130 year and 0 nays as follows:

Those who voted in the affirmative were:

Abrams	Frerichs	Kelso	Olsen, S.	Segal
Anderson, I.	Garcia	Kinkel	Olson, E.	Simoneau
Anderson, R. H.	Girard	Knickerbocker	Olson, K.	Skoglund
Battaglia	Goodno	Koppendrayer	Omann	Smith
Bauerly	Greenfield	Krinkie	Onnen	Solberg
Beard	Gruenes	Lasley	Orenstein	Sparby
Begich	Gutknecht	Leppik	Orfield	Stanius
Bettermann	Hanson	Lieder	Osthoff	Steensma
Bishop	Hartle	Limmer	Ostrom	Sviggum
Blatz	Hasskamp	Long	Ozment	Swenson
Bodahl	Haukoos	Lourey	Pauly	Thompson
Boo	Hausman	Lynch	Pellow	Tompkins
Brown	Heir	Macklin	Pelowski	Trimble
Carlson	Henry	Mariani	Peterson	Tunheim
Carruthers	Hufnagle	Marsh	Pugh	Uphus
Clark	Hugoson	McEachern	Reding	Valento
Cooper	Jacobs	McGuire	Rest	Vellenga
Dauner	Janezich	McPherson	Rice	Wagenius
Davids	Jaros	Milbert	Rodosovich	Waltman
Dawkins	Jefferson	Morrison	Rukavina	Weaver
Dempsey	Jennings	Munger	Runbeck	Wejcman
Dille	Johnson, A.	Murphy	Sarna	Welker
Dorn	Johnson, R.	Nelson, K.	Schafer	Welle
Erhardt	Johnson, V.	Nelson, S.	Scheid	Wenzel
Farrell	Kahn	Newinski	Schreiber	Winter
Frederick	Kalis	O'Connor	Seaberg	Spk. Vanasek

The bill was repassed, as amended by Conference, and its title agreed to.

CONFERENCE COMMITTEE REPORT ON H. F. NO. 809

A bill for an act relating to counties; fixing various fees for documents; amending Minnesota Statutes 1990, sections 357.18, subdivision 1; 508.82; and 508A.82.

May 14, 1991

The Honorable Robert E. Vanasek Speaker of the House of Representatives

The Honorable Jerome M. Hughes President of the Senate

We, the undersigned conferees for H. F. No. 809, report that we have agreed upon the items in dispute and recommend as follows:

That the House concur in the Senate amendment.

We request adoption of this report and repassage of the bill.

House Conferees: Edgar Olson, Bill Schreiber and Marvin K. Dauner.

Senate Conferees: John C. Hottinger, Betty A. Adkins and Thomas M. Neuville.

Olson, E., moved that the report of the Conference Committee on H. F. No. 809 be adopted and that the bill be repassed as amended by the Conference Committee. The motion prevailed.

H. F. No. 809, A bill for an act relating to counties; fixing various fees for documents; amending Minnesota Statutes 1990, sections 357.18, subdivision 1; 508.82; and 508A.82.

The bill was read for the third time, as amended by Conference, and placed upon its repassage.

The question was taken on the repassage of the bill and the roll was called. There were 132 year and 0 nays as follows:

Those who voted in the affirmative were:

Abrams Frerichs Kinkel Olson, E. Skoglund Olson, K. Smith Anderson, I. Garcia Knickerbocker Anderson, R. H. Girard Koppendrayer Omann Solberg Battaglia Goodno Krinkie Onnen Sparby Bauerly Greenfield Stanius Krueger Orenstein Orfield Beard Gruenes Lasley Steensma Begich Gutknecht Leppik Osthoff Sviggum Bertram Hanson Lieder Ostrom Swenson Limmer Bettermann Hartle Ozment Thompson Bishop Hasskamp Pauly Tompkins Long Haukoos Blatz Lourey Pellow Trimble Bodahl Hausman Pelowski Tunheim Lynch Uphus Heir Macklin Boo Peterson Pugh Reding Brown Henry Mariani Valento Carlson Hufnagle Marsh Vellenga Carruthers Hugoson McEachern Rest Wagenius Waltman Jacobs Clark McGuire Rice Janezich McPherson Weaver Cooper Rodosovich Dauner Jaros Milbert Rukavina Weicman Davids Jefferson Morrison Runbeck Welker **Dawkins** Welle Jennings Munger Sarna Schafer Dempsey Johnson, A. Murphy Wenzel Nelson, K. Nelson, S. Johnson, R. Johnson, V. Dille Scheid Winter Dorn Schreiber Spk. Vanasek Erhardt Kahn Newinski Seaberg Farrell Kalis O'Connor Segal Kelso Frederick Olsen, S. Simoneau

The bill was repassed, as amended by Conference, and its title agreed to.

CONFERENCE COMMITTEE REPORT ON H. F. NO. 236

A bill for an act relating to eminent domain; allowing entry onto land for environmental testing before beginning eminent domain proceedings; amending Minnesota Statutes 1990, section 117.041.

May 15, 1991

The Honorable Robert E. Vanasek Speaker of the House of Representatives

The Honorable Jerome M. Hughes President of the Senate

We, the undersigned conferees for H. F. No. 236, report that we have agreed upon the items in dispute and recommend as follows:

That the House concur in the Senate amendment and that H. F. No. 236 be further amended as follows:

Page 4, line 5, of the unofficial engrossment (UEH0236-1), delete "assumed" and insert "estimated"

We request adoption of this report and repassage of the bill.

House Conferees: Loren A. Solberg, Jean Wagenius and Art Searerg

Senate Conferees: RANDY C. KELLY, WILLIAM P. LUTHER AND FRITZ KNAAK.

Solberg moved that the report of the Conference Committee on H. F. No. 236 be adopted and that the bill be repassed as amended by the Conference Committee. The motion prevailed.

H. F. No. 236, A bill for an act relating to eminent domain; allowing entry onto land for environmental testing before beginning eminent domain proceedings; amending Minnesota Statutes 1990, section 117.041.

The bill was read for the third time, as amended by Conference, and placed upon its repassage.

The question was taken on the repassage of the bill and the roll was called. There were 131 yeas and 0 nays as follows:

Olson, K. Knickerbocker Smith Abrams Frerichs Omann Solberg Anderson, I. Garcia Koppendrayer Anderson, R. H. Girard Krinkie Onnen Sparby Stanius Battaglia Goodno Krueger Orenstein Greenfield Lasley Orfield Steensma Bauerly Osthoff Sviggum Beard Gruenes Leppik Gutknecht Swenson Begich Lieder Ostrom Limmer Thompson Bertram Hanson Ozment. Long Bettermann Hartle Pauly Tompkins Trimble Bishop Hasskamp Lourev Pellow Pelowski Tunheim Haukoos Lynch Blatz Macklin Uphus Bodahl Hausman Peterson Boo Heir Mariani Pugh Valento Vellenga Reding Marsh Brown Henry Carlson Hufnagle McEachern Rest Wagenius Waltman Carruthers Hugoson McGuire Rice Clark Rodosovich Weaver Jacobs McPherson Cooper Janezich Milbert Rukavina Wejcman Welker Dauner Jaros Morrison Runbeck Welle Davids Jefferson Munger Sarna Murphy Schafer Wenzel Dawkins **Jennings** Johnson, A. Nelson, K. Dempsey Scheid Winter Nelson, S. Schreiber Spk. Vanasek Dille Johnson, R. Dorn Johnson, V. Newinski Seaberg Erhardt Kalis O'Connor Segal Kelso Olsen, S. Simoneau Farrell Frederick Kinkel Olson, E. Skoglund

The bill was repassed, as amended by Conference, and its title agreed to.

CONFERENCE COMMITTEE REPORT ON H. F. NO. 478

A bill for an act relating to elections; changing requirement of absentee ballot applications for deer hunters; facilitating voting by certain students; defining certain terms; providing for use of certain facilities for elections; clarifying uses to be made of lists of registered voters; requiring commissioner of health to report deaths to secretary of state; authorizing facsimile applications for absentee ballots; authorizing certain experimental procedures for absentee ballots and mail balloting; requiring notarized affidavits of candidacy; providing for voting methods in combined local elections; providing order of counting gray box ballots; changing time for issuance of certificates of election; clarifying effect of changing the year of municipal elections; changing certain deadlines; authorizing an experimental school board election; changing procedures for hospital district elections; amending Minnesota Statutes 1990, sections 97A.485, subdivision 1a; 200.02, by adding a subdivision; 201.061, subdivision 3; 201.091, subdivisions 1 and 4; 201.13, subdivision 1; 203B.02, by adding a subdivision; 203B.04, subdivision 1; 204B.09, subdivision 1; 204B.16, subdivision 6, and by adding a subdivision; 204B.32; 204B.35, by adding a subdivision; 204B.45, by adding a subdivision; 204C.19, subdivision 2; 204C.40, subdivision 2; 205.07, subdivision 1, and by adding a subdivision; 205.16, subdivision 4; 205A.04; 205A.07, subdivision 3; and 447.32, subdivisions 2, 3, and 4; proposing coding for new law in Minnesota Statutes, chapters 135A and 201.

May 16, 1991

The Honorable Robert E. Vanasek Speaker of the House of Representatives

The Honorable Jerome M. Hughes President of the Senate

We, the undersigned conferees for H. F. No. 478, report that we have agreed upon the items in dispute and recommend as follows:

That the Senate recede from its amendment and that H. F. No. 478 be further amended as follows:

Delete everything after the enacting clause and insert:

"Section 1. Minnesota Statutes 1990, section 97A.485, subdivision 1a, is amended to read:

Subd. 1a. [DEER LICENSE; ABSENTEE BALLOT APPLICATION.] The commissioner and agents shall include with every license have available for each person purchasing a license to take deer with firearms or by archery, sold or issued during a general election year, an application for an absentee ballots and a voter registration eard ballot. At the time of purchase, the commissioner or the commissioner's agent shall ask whether the person purchasing the license wants an application for an absentee ballot. The commissioner shall obtain absentee ballot application forms from the secretary of state and distribute them to the commissioner's agents.

Sec. 2. [135A.16] [PROVISIONS TO FACILITATE VOTING.]

Subdivision 1. [IDENTIFICATION CARDS.] All post-secondary institutions that enroll students accepting state or federal financial aid may provide every full-time student a student identification card that contains the enrolling student's photograph and name.

Subd. 2. [RESIDENTIAL HOUSING LIST.] All post-secondary institutions that enroll students accepting state or federal financial aid may prepare a current list of students enrolled in the institution and residing in the institution's housing or within ten miles of the institution's campus. The list shall include each student's current address. The list shall be certified and sent to the appropriate county auditor or auditors for use in election day registration as provided under section 201.061, subdivision 3.

Sec. 3. Minnesota Statutes 1990, section 200.02, is amended by adding a subdivision to read:

- Subd. 21. [LOCAL ELECTION OFFICIAL.] "Local election official" means the municipal clerk or principal officer charged with duties relating to elections.
- Sec. 4. Minnesota Statutes 1990, section 201.061, subdivision 3, is amended to read:
- Subd. 3. [ELECTION DAY REGISTRATION.] An individual who is eligible to vote may register on election day by appearing in person at the polling place for the precinct in which the individual maintains residence, by completing a registration card, making an oath in the form prescribed by the secretary of state and providing proof of residence. An individual may prove residence for purposes of registering by:
- (1) showing a drivers driver's license or Minnesota identification card issued pursuant to section 171.07;
- (2) showing any document approved by the secretary of state as proper identification; or
 - (3) showing one of the following:
- (i) a current valid student identification card from a post-secondary educational institution in Minnesota, if a list of students from that institution has been prepared under section 135A.16 and certified to the county auditor in the manner provided in rules of the secretary of state; or
- (ii) a current student fee statement that contains the student's valid address in the precinct together with a picture identification card; or
- (4) having a voter who is registered to vote in the precinct sign an oath in the presence of the election judge vouching that the voter personally knows that the individual is a resident of the precinct. A voter who has been vouched for on election day may not sign a proof of residence oath vouching for any other individual on that election day.

A county, school district, or municipality may require that an election judge responsible for election day registration initial each completed registration card.

Sec. 5. Minnesota Statutes 1990, section 201.091, subdivision 1, is amended to read:

Subdivision 1. [MASTER LIST.] Each county auditor shall prepare and maintain a current list of registered voters in each precinct in the county which is known as the master list. The master list must be created by entering each completed voter registration card received by the county auditor into the statewide registration system. It must show the name, residence address, and date of birth of each voter registered in the precinct. The information contained in the master list may only be made available to election public officials for purposes related to election administration, to the state court administrator for jury selection, and in response to public officials authorized to carry out a law enforcement duties inquiry concerning a violation of or failure to comply with any criminal statute or state or local tax statute.

Sec. 6. Minnesota Statutes 1990, section 201.091, subdivision 4, is amended to read:

Subd. 4. [PUBLIC INFORMATION LISTS.] The county auditor shall make available for inspection a public information list which must contain the name, address, and voting history of each registered voter in the county. The telephone number must be included on the list if provided by the voter. The public information list may also include information on voting districts. The county auditor may adopt reasonable rules governing access to the list. No individual inspecting the public information list shall tamper with or alter it in any manner. No individual who inspects the public information list or who acquires a list of registered voters prepared from the public information list may use any information contained in the list for purposes unrelated to elections, political activities, or law enforcement. The secretary of state may provide copies of the public information lists and other information from the statewide registration system for uses related to elections, political activities, or in response to a law enforcement inquiry from a public official concerning a failure to comply with any criminal statute or any state or local tax statute.

Before inspecting the public information list or obtaining a list of voters or other information from the list, the individual shall provide identification to the public official having custody of the public information list and shall state in writing that any information obtained from the list will not be used for purposes unrelated to elections, political activities, or law enforcement. Requests to examine or obtain information from the public information lists or the statewide registration system must be made and processed in the manner provided in the rules of the secretary of state.

Upon receipt of a written request and a copy of the court order, the secretary of state may withhold from the public information list the name of any registered voter placed under court-ordered protection.

Sec. 7. Minnesota Statutes 1990, section 201.13, subdivision 1, is amended to read:

Subdivision 1. [LOCAL REGISTRAR OF VITAL STATISTICS

COMMISSIONER OF HEALTH, REPORTS OF DECEASED RESIDENTS.] The local registrar of vital statistics in each county or municipality commissioner of health shall report monthly to the county auditor secretary of state the name and, address, date of birth, and county of residence of each individual 18 years of age or older who has died while maintaining residence in that county or municipality Minnesota since the last previous report. The secretary of state shall determine if any of the persons listed in the report are registered to vote and shall prepare a list of those registrants for each county auditor. The county auditor shall change the status of those registrants to "deceased" in the statewide registration system. Upon receipt of the report list, the county auditor shall remove from the files the original and duplicate registration cards of the voters reported to be deceased and make the appropriate changes in the date base of the central statewide registration system.

Sec. 8. [201.1611] [POST-SECONDARY INSTITUTION VOTER REGISTRATION.]

Subdivision 1. [FORMS.] All post-secondary institutions that enroll students accepting state or federal financial aid shall provide voter registration forms to each student upon payment of tuition, fees, and activities funds at the commencement of fall quarter. The forms must contain spaces for the information required in section 201.071, subdivision 1, and applicable rules of the secretary of state. The institutions may request these forms from the secretary of state.

Subd. 2. [STUDENT VOTER REGISTRATION.] Upon registration or receipt of payment of fees, students must be asked if they want to register to vote at the same time. A copy of each completed voter registration form must be sent to the county auditor of the county in which the voter maintains residence or to the secretary of state as soon as possible. All completed voter registration forms must be forwarded to the county auditor within five days and in no case later than 21 days before the general election.

Sec. 9. Minnesota Statutes 1990, section 203B.02, is amended by adding a subdivision to read:

Subd. 1a. [EXPERIMENTAL PROCEDURES.] A county board may authorize any eligible voter in the county to vote by absentee ballot without qualification by submitting a written request to the county auditor between August 1, 1991 and November 30, 1992, notwithstanding the provisions of subdivision 1. The county auditor shall notify the secretary of state immediately after the adoption of such a resolution of authorization by the county board.

The application for absentee ballots must include the voter's name, residence address in the county, address to which the ballots are to be mailed, the date of the request, and the voter's signature.

The county auditor shall maintain a record of the number of applications for absentee ballots submitted under this subdivision. No later than January 15, 1993, the secretary of state shall prepare a report to the legislature on the implementation of this subdivision.

Assistance to voters in marking absentee ballots is subject to section 204C.15, subdivision 1.

Sec. 10. Minnesota Statutes 1990, section 203B.04, subdivision 1, is amended to read:

Subdivision 1. [APPLICATION PROCEDURES.] Except as otherwise allowed by subdivision 2, an application for absentee ballots for any election may be submitted at any time not less than one day before the day of that election. An application submitted pursuant to this subdivision shall be in writing and shall be submitted to:

- (a) the county auditor of the county where the applicant maintains residence; or
- (b) the municipal clerk of the municipality, or school district if applicable, where the applicant maintains residence.

An application shall be accepted if it is signed and dated by the applicant, contains the applicant's residence and mailing addresses, and states that the applicant is eligible to vote by absentee ballot for one of the reasons specified in section 203B.02. An application may be submitted to the county auditor or municipal clerk by an electronic facsimile device, at the discretion of the auditor or clerk.

Sec. 11. Minnesota Statutes 1990, section 204B.09, subdivision 1, is amended to read:

Subdivision 1. [CANDIDATES IN STATE AND COUNTY GENERAL ELECTIONS.] Except as otherwise provided by this subdivision, affidavits of candidacy and nominating petitions for county, state and federal offices filled at the state general election shall be filed not more than 70 days nor less than 56 days before the state primary. The affidavit may be prepared and signed at any time between 60 days before the filing period opens and the last day of the filing period. Notwithstanding other law to the contrary, the affidavit of candidacy must be signed in the presence of a notarial officer. Candidates for presidential electors may file petitions on or before the state primary day. Nominating petitions to fill vacancies in nominations shall be filed as provided in section 204B.13. No affidavit or petition shall be accepted later than 5:00 p.m. on the last day for filing. Affidavits and petitions for offices to be voted on in only one county shall be filed with the county auditor of that county. Affidavits and petitions for offices to be voted on in more than one county shall be filed with the secretary of state.

- Sec. 12. Minnesota Statutes 1990, section 204B.16, subdivision 6, is amended to read:
- Subd. 6. [PUBLIC FACILITIES.] Every statutory city, home rule charter city, county, town, school district, and other public agency, including the University of Minnesota and other public colleges and universities, shall make their facilities, including parking, available for the holding of city, county, school district, state, and federal elections, subject to the approval of the local election official. A charge for the use of the facilities may be imposed in an amount that does not exceed the lowest amount charged to any public or private group.
- Sec. 13. Minnesota Statutes 1990, section 204B.16, is amended by adding a subdivision to read:
- Subd. 7. [APPROPRIATE FACILITIES.] The facilities provided in accordance with subdivision 6 shall be sufficient in size to accommodate all election activities and the requirements of subdivision 5. The space must be separated from other activities within the building. The local election official may approve space in two connecting rooms for registration and balloting activities. Except in the event of an emergency making the approved space unusable, the public facility may not move the election from the space approved by the local election official without prior approval. In addition to the requirements of subdivision 5, the public facility must make remaining parking spaces not in use for regularly scheduled activities available for voters.
- Sec. 14. Minnesota Statutes 1990, section 204B.32, is amended to read:

204B.32 [ELECTION EXPENSES; PAYMENT.]

- Subdivision 1. [PAYMENT.] (a) The secretary of state shall pay the compensation for presidential electors, the cost of printing the pink paper ballots, and all necessary expenses incurred by the secretary of state in connection with elections.
- (b) The counties shall pay the compensation prescribed in section 204B.31, clauses (b) and (c), the cost of printing the canary ballots, the white ballots, the pink ballots when machines are used, the state partisan primary ballots, and the state and county nonpartisan primary ballots, all necessary expenses incurred by county auditors in connection with elections, and the expenses of special county elections.
- (c) Subject to subdivision 2, the municipalities shall pay the compensation prescribed for election judges and sergeants at arms, the cost of printing the municipal ballots, providing ballot boxes,

providing and equipping polling places and all necessary expenses of the municipal clerks in connection with elections, except special county elections.

(d) The school districts shall pay the compensation prescribed for election judges and sergeants-at-arms, the cost of printing the school district ballots, providing ballot boxes, providing and equipping polling places and all necessary expenses of the school district clerks in connection with school district elections not held in conjunction with state elections. When school district elections are held in conjunction with state elections, the school district shall pay the costs of printing the school district ballots, providing ballot boxes and all necessary expenses of the school district clerk.

All disbursements under this section shall be presented, audited, and paid as in the case of other public expenses.

- Subd. 2. [ALLOCATION OF COSTS.] Municipalities or counties may allocate the costs of conducting elections to school districts for payment of their proportionate share of such expenses for elections held at the same time as the regular municipal or county primary and general election. Allocated costs include expenses for election equipment and supplies; polling locations; personnel (including election judge compensation and the portion of salaries of election administrative and technical employees attributable to the preparation and conduct of the election; transportation related to the conduct of the election; required election notices and newspaper publication of election information; communications devices; and postage (including mailings to election judges and for absentee voter applications and ballots).
- Sec. 15. Minnesota Statutes 1990, section 204B.35, is amended by adding a subdivision to read:
- Subd. 5. [COMBINED LOCAL ELECTIONS.] Municipalities shall determine the voting method in combined local elections when other election jurisdictions located wholly or partially within the municipality schedule elections on the same date as the regular municipal primary or general election.
- Sec. 16. Minnesota Statutes 1990, section 204B.45, is amended by adding a subdivision to read:
- Subd. 1a. [EXPERIMENTAL MAIL BALLOTING; AUTHORIZA-TION.] The secretary of state may authorize Ramsey and Kittson counties to conduct elections entirely by mail on an experimental basis. A request from a county board seeking authorization to conduct an experimental mail election must be submitted to the secretary of state at least 90 days prior to the election. The county auditor must pay all costs related to mailing the ballots to and from the voters.

The secretary of state shall prepare a report to the legislature on the implementation of this subdivision by January 15, 1993.

- Sec. 17. Minnesota Statutes 1990, section 204C.19, subdivision 2, is amended to read:
- Subd. 2. [BALLOTS; ORDER OF COUNTING.] Except as otherwise provided in this subdivision, the ballot boxes shall be opened, the votes counted, and the total declared one box at a time in the following order: the white box, the pink box, the canary box, the light green box, the blue box, the buff box, the goldenrod box, the gray box, and then the other kinds of ballots voted at the election. If enough election judges are available to provide counting teams of four or more election judges for each box, more than one box may be opened and counted at the same time. The election judges on each counting team shall be evenly divided between the major political parties. The numbers entered on the summary sheet shall not be considered final until the ballots in all the boxes have been counted and corrections have been made if ballots have been deposited in the wrong boxes.
- Sec. 18. Minnesota Statutes 1990, section 204C.40, subdivision 2, is amended to read:
- Subd. 2. [TIME OF ISSUANCE; CERTAIN OFFICES.] No certificate of election shall be issued until 12 days seven days after the canvassing board has declared the result of the election. In case of a contest, an election certificate shall not be issued until a court of proper jurisdiction has finally determined the contest. This subdivision shall not apply to candidates elected to the office of state senator or representative.
- Sec. 19. Minnesota Statutes 1990, section 205.07, subdivision 1, is amended to read:

Subdivision 1. [DATE.] The municipal general election in each statutory city shall be held on the first Tuesday after the first Monday in November in every even-numbered year; except that. Notwithstanding any provision of law to the contrary and subject to the provisions of this section, the governing body of a statutory city may, by ordinance passed at a regular meeting held before September 1 of any year, elect to hold the election on the first Tuesday after the first Monday in November in each odd-numbered year. A city which was a village on January 1, 1974 and before that date provided for a system of biennial elections in the odd-numbered year shall continue to hold its elections in that year until changed in accordance with this section. When a city changes its elections from one year to another, and does not provide for the expiration of terms by ordinance, the term of an incumbent expiring at a time when no municipal election is held in the months immediately prior to expiration is extended until the date for taking office following the

next scheduled municipal election. If the change results in having three council members to be elected at a succeeding election, the two individuals receiving the highest vote shall serve for terms of four years and the individual receiving the third highest number of votes shall serve for a term of two years. To provide an orderly transition to the odd or even year election plan, the governing body of the city may adopt supplementary ordinances regulating initial elections and officers to be chosen at the elections and shortening or lengthening the terms of incumbents and those elected at the initial election so as to conform as soon as possible to the regular schedule provided in section 412.02, subdivision 1. Whenever the time of the municipal election is changed, the city clerk immediately shall notify in writing the county auditor and secretary of state of the change of date. Thereafter the municipal general election shall be held on the first Tuesday after the first Monday in November in each odd-numbered or even-numbered year until the ordinance is revoked and notification of the change is made.

- Sec. 20. Minnesota Statutes 1990, section 205.07, is amended by adding a subdivision to read:
- Subd. 3. [EFFECT OF ORDINANCE; REFERENDUM.] An ordinance changing the year of the municipal election is effective 240 days after passage and publication or at a later date fixed in the ordinance. Within 180 days after passage and publication of the ordinance, a petition requesting a referendum on the ordinance may be filed with the city clerk. The petition shall be signed by eligible voters equal in number to ten percent of the total number of votes cast in the city at the last municipal general election. If the requisite petition is filed within the prescribed period, the ordinance shall not become effective until it is approved by a majority of the voters voting on the question at a general or special election held at least 60 days after submission of the petition. If the petition is filed, the governing body may reconsider its action in adopting the ordinance.
- Sec. 21. Minnesota Statutes 1990, section 205.16, subdivision 4, is amended to read:
- Subd. 4. [NOTICE TO AUDITOR.] At least 30 45 days prior to every municipal election, the municipal clerk shall provide a written notice to the county auditor, including the date of the election and the offices and questions to be voted on at the election.
- Sec. 22. Minnesota Statutes 1990, section 205A.04, is amended to read:

205A.04 [GENERAL ELECTION.]

Subdivision 1. [SCHOOL DISTRICT GENERAL ELECTION.] Except as may be provided in a special law or charter provision to the contrary, the general election in each school district must be held on

the third Tuesday in May, unless the school board provides by resolution for holding the school district general election on the first Tuesday after the first Monday in November. When the time of a school district's general election is changed from May to November, the terms of all board members shall be lengthened to expire on January 1; when the time of a school district's general election is changed from November to May, the terms of all board members shall be shortened to expire on July 1. Whenever the time of a school district election is changed, the school district clerk shall immediately notify in writing the county auditor or auditors of the counties in which the school district is located and the secretary of state of the change of date.

- Subd. 2. [EXPERIMENTAL ELECTION; AUTHORIZATION.] The school board in independent school district No. 271 may, by resolution, designate the first Tuesday after the first Monday in November of either the odd-numbered or the even-numbered year as the date for its general election, and may reduce the existing terms of school board members to provide for staggered four-year terms thereafter. The resolution shall provide that, to the extent mathematically possible, the same number of board members is chosen at each election, exclusive of those chosen to fill vacancies for unexpired terms. Whenever the year of a school district election is changed, the school district clerk shall immediately notify in writing the county auditors of Hennepin and Scott counties and the secretary of state of the change of date. The secretary of state shall report to the legislature by January 15, 1993, on the implementation of this subdivision.
- Sec. 23. Minnesota Statutes 1990, section 205A.07, subdivision 3, is amended to read:
- Subd. 3. [NOTICE TO AUDITOR.] At least 30 45 days prior to every school district election, the school district clerk shall provide a written notice to the county auditor of each county in which the school district is located. The notice must include the date of the election and the offices and questions to be voted on at the election. For the purposes of meeting the timelines of this section, in a bond election, a notice, including a proposed question, may be provided to the county auditor prior to receipt of a review and comment from the commissioner of education and prior to actual initiation of the election.
- Sec. 24. Minnesota Statutes 1990, section 211B.04, is amended to read:
- 211B.04 [CAMPAIGN LITERATURE MUST INCLUDE DIS-CLAIMER.]
- (a) A person who participates in the preparation or dissemination of campaign material other than as provided in section 211B.05,

- subdivision 1, that does not prominently include the name and address of the person or committee causing the material to be prepared or disseminated in a disclaimer substantially in the form provided in paragraph (b) or (c) is guilty of a misdemeanor.
- (c) In the case of broadcast media, the required form of disclaimer is: "Paid for by the committee."
- (d) Campaign material that is not circulated on behalf of a particular candidate or ballot question must also include in the disclaimer either that it is "in opposition to(insert name of candidate or ballot question.....)"; or that "this publication is not circulated on behalf of any candidate or ballot question."
- (e) This section does not apply to objects stating only the candidate's name and the office sought, fundraising tickets, or personal letters that are clearly being sent by the candidate.
 - (f) This section does not modify or repeal section 211B.06.
- Sec. 25. Minnesota Statutes 1990, section 447.32, subdivision 2, is amended to read:
- Subd. 2. [ELECTIONS.] Except as provided in this chapter, the Minnesota election law applies to hospital district elections, as far as practicable. Regular elections must be held in each hospital district at the same time, in the same election precincts, and at the same polling places as general elections of state and county officers. Alternatively, the hospital board may by resolution fix a date for an election, not later than December 7 just before the expiration of board members' terms. It may establish the whole district as a single election precinct or establish two or more different election precincts and polling places for the elections. If there is more than one precinct, the boundaries of the election precincts and the locations of the polling places must be defined in the notice of election, either in full or by reference to a description or map on file in the office of the clerk.

Special elections may be called by the hospital board at any time to vote on any matter required by law to be submitted to the voters. A special election may not be conducted either during the 30 days before and the 30 days after the state primary or state general

election, or during the 20 days before and the 20 days after the regularly scheduled election of any municipality wholly or partially within the hospital district. Special elections must be held within the election precinct or precincts and at the polling place or places designated by the board. In the case of the first election of officers of a new district, precincts and polling places must be set by the governing body of the most populous city or town included in the district.

Advisory ballots may be submitted by the hospital board on any question it wishes, concerning the affairs of the district, but only at a regular election or at a special election required for another purpose.

- Sec. 26. Minnesota Statutes 1990, section 447.32, subdivision 3, is amended to read:
- Subd. 3. [ELECTION NOTICES.] At least two weeks before the first day to file affidavits of candidacy, the clerk of the district shall publish a notice stating the first and last day on which affidavits of candidacy may be filed, the places for filing the affidavits and the closing time of the last day for filing. The clerk shall post a similar notice in at least one conspicuous place in each city and town in the district at least ten days before the first day to file affidavits of candidacy.

The notice of each election must be posted in at least one public and conspicuous place within each city and town included in the district at least ten days before the election. It must be published in the official newspaper of the district or, if a paper has not been designated, in a legal newspaper having general circulation within the district, at least one week two weeks before the election. Failure to give notice does not invalidate the election of an officer of the district. A voter may contest a hospital district election in accordance with chapter 209. Chapter 209 applies to hospital district elections.

- Sec. 27. Minnesota Statutes 1990, section 447.32, subdivision 4, is amended to read:
- Subd. 4. [CANDIDATES; BALLOTS; CERTIFYING ELECTION.] A person who wants to be a candidate for the hospital board shall file an application to be placed on the ballet as a candidate affidavit of candidacy for the election either as member at large or as a member representing the city or town where the candidate resides. The application affidavit of candidacy must be filed with the city or town clerk not more than 60 or less than 45 days ten weeks nor less than eight weeks before the election. Applications The city or town clerk must be forwarded immediately forward the affidavits of candidacy to the clerk of the hospital district or, for the first election, the clerk of the most populous city or town immediately after the last day of

the filing period. A candidate may withdraw from the election by filing an affidavit of withdrawal with the clerk of the district no later than 12:00 p.m. on the day after the last day to file affidavits of candidacy.

Voting must be by secret ballot. The clerk shall prepare, at the expense of the district, necessary ballots for the election of officers. Ballots must contain the names of the proposed candidates for each office, the length of the term of each office, and an additional blank space for the insertion of another name by the voter. The ballots must be marked and initialed by at least two judges as official ballots and used exclusively at the election. Any proposition to be voted on may be printed on the ballot provided for the election of officers or on a different ballot. The hospital board may also authorize the use of voting machines subject to chapter 206. Enough election judges may be appointed to receive the votes at each polling place. They may be paid by the district at a rate set by the board. The election judges shall act as clerks of election, count the ballots cast, and submit them to the board for canvass.

After canvassing the election, the board shall issue a certificate of election to the candidate who received the largest number of votes cast for each office. The clerk shall deliver the certificate to the person entitled to it in person or by certified mail. Each person certified shall file an acceptance and oath of office in writing with the clerk within 30 days after the date of delivery or mailing of the certificate. The board may fill any office as provided in subdivision 1 if the person elected fails to qualify within 30 days, but qualification is effective if made before the board acts to fill the vacancy.

Sec. 28. [EFFECTIVE DATE.]

Sections 19 and 20 are effective the day following final enactment and apply to all ordinances passed within 180 days prior to the day following final enactment."

Delete the title and insert:

"A bill for an act relating to elections; changing requirement of absentee ballot applications for deer hunters; facilitating voting by certain students; defining certain terms; providing for use of certain facilities for elections; clarifying uses to be made of lists of registered voters; requiring commissioner of health to report deaths to secretary of state; authorizing facsimile applications for absentee ballots; authorizing certain experimental election procedures; requiring notarized affidavits of candidacy; providing for allocation of certain election expenses; providing for voting methods in combined local elections; providing order of counting gray box ballots; changing time for issuance of certificates of election; clarifying effect of changing the year of municipal elections; changing certain dead-

lines and procedures in school district elections; authorizing an experimental school board election; changing disclaimer language; changing procedures for hospital district elections; amending Minnesota Statutes 1990, sections 97A.485, subdivision 1a; 200.02, by adding a subdivision; 201.061, subdivision 3; 201.091, subdivisions 1 and 4; 201.13, subdivision 1; 203B.02, by adding a subdivision; 203B.04, subdivision 1; 204B.09, subdivision 1; 204B.16, subdivision 6, and by adding a subdivision; 204B.32; 204B.35, by adding a subdivision; 204B.45, by adding a subdivision; 204C.19, subdivision 2; 205C.40, subdivision 2; 205C.40, subdivision 4; 205A.04; 205A.07, subdivision 3; 211B.04; and 447.32, subdivisions 2, 3, and 4; proposing coding for new law in Minnesota Statutes, chapters 135A and 201."

We request adoption of this report and repassage of the bill.

House Conferees: Harold Lasley, Linda Scheid, Tom Osthoff, Ron Abrams and Loren A. Solberg.

Senate Conferees: Jerome M. Hughes, William P. Luther, Lawrence J. Pogemiller, Dean E. Johnson and Pat Piper.

Lasley moved that the report of the Conference Committee on H. F. No. 478 be adopted and that the bill be repassed as amended by the Conference Committee. The motion prevailed.

H. F. No. 478, A bill for an act relating to elections; changing requirement of absentee ballot applications for deer hunters; facilitating voting by certain students; defining certain terms; providing for use of certain facilities for elections; clarifying uses to be made of lists of registered voters; requiring commissioner of health to report deaths to secretary of state; authorizing facsimile applications for absentee ballots; authorizing certain experimental procedures for absentee ballots and mail balloting; requiring notarized affidavits of candidacy; providing for voting methods in combined local elections; providing order of counting gray box ballots, changing time for issuance of certificates of election; clarifying effect of changing the year of municipal elections; changing certain deadlines; authorizing an experimental school board election; changing procedures for hospital district elections; amending Minnesota Statutes 1990, sections 97A.485, subdivision 1a; 200.02, by adding a subdivision; 201.061, subdivision 3; 201.091, subdivisions 1 and 4; 201.13, subdivision 1; 203B.02, by adding a subdivision; 203B.04, subdivision 1; 204B.09, subdivision 1; 204B.16, subdivision 6, and by adding a subdivision; 204B.32; 204B.35, by adding a subdivision; 204B.45, by adding a subdivision; 204C.19, subdivision 2; 204C.40, subdivision 2; 205.07, subdivision 1, and by adding a subdivision; 205.16, subdivision 4; 205A.04; 205A.07, subdivision 3; and 447.32, subdivisions 2, 3, and 4; proposing coding for new law in Minnesota Statutes, chapters 135A and 201.

The bill was read for the third time, as amended by Conference, and placed upon its repassage.

The question was taken on the repassage of the bill and the roll was called. There were 132 yeas and 0 nays as follows:

Those who voted in the affirmative were:

Abrams Frerichs Kinkel Olson, E. Skoglund Olson, K. Anderson, I. Garcia Knickerbocker Smith Anderson, R. H. Koppendrayer Girard Omann Solberg Battaglia Bauerly Goodno Krinkie Onnen Sparby Greenfield Krueger Orenstein Stanius Beard Gruenes Lasley Orfield Steensma Begich Gutknecht Leppik Osthoff Sviggum Bertram Lieder Hanson Ostrom Swenson Thompson Bettermann Hartle Limmer Ozment Bishop Hasskamp Long Pauly Tompkins Blatz Lourey Haukoos Pellow Trimble Bodahl Hausman Lynch Macklin Pelowski Tunheim Ron Heir Peterson Uphus Brown Henry Pugh Mariani Valento Carlson Hufnagle Marsh Reding Vellenga Wagenius Waltman Carruthers Hugoson McEachern Rest Clark Jacobs McGuire Rice Cooper Janezich McPherson Rodosovich Weaver Wejcman Welker Dauner Jaros Milbert Rukavina Davids. Jefferson Morrison Runbeck **Dawkins** Munger Welle Jennings Sarna Wenzel Dempsey Johnson, A. Murphy Schafer Dille Johnson, R. Nelson, K. Scheid Winter Spk. Vanasek Dorn Johnson, V. Nelson, S. Schreiber Erhardt Kahn Newinski Seaberg Farrell Kalis O'Connor Segal Frederick Kelso Olsen, S. Simoneau

The bill was repassed, as amended by Conference, and its title agreed to.

Anderson, R., was excused while in conference.

SPECIAL ORDERS

S. F. No. 1244 was reported to the House.

Scheid moved that S. F. No. 1244 be continued on Special Orders. The motion prevailed.

H. F. No. 31, A bill for an act relating to public safety; creating the Minnesota advisory council on fire protection systems; requiring licensing and certifying of the fire protection industry; providing for

rules and an exemption; providing for fees; imposing a penalty; appropriating money; proposing coding for new law as Minnesota Statutes, chapter 299M.

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 104 yeas and 26 nays as follows:

Those who voted in the affirmative were:

Abrams	Frederick	Knickerbocker	Olsen, S.	Segal
Anderson, I.	Garcia	Krueger	Olson, E.	Simoneau
Anderson, R. H.	Goodno	Lasley	Olson, K.	Skoglund
Battaglia	Greenfield	Leppik	Omann	Smith
Bauerly	Gruenes	Lieder	Orenstein	Solberg
Beard	Hanson	Limmer	Orfield	Sparby
Begich	Hasskamp	Long	Osthoff	Stanius
Bertram	Hausman	Lourey	Ozment	Steensma
Bishop	Heir	Lynch	Pauly	Thompson
Blatz	Henry	Macklin	Peterson	Trimble
Bodahl	Hufnagle	Mariani	Pugh	Tunheim
Brown	Jacobs	Marsh	Reding	Valento
Carlson	Janezich	McEachern	Rest	Vellenga
Carruthers	Jaros	McGuire	Rice	Wagenius
Clark	Jefferson	Milbert	Rodosovich	Weaver
Cooper	Johnson, A.	Morrison	Rukavina	Wejcman
Dawkins	Johnson, R.	Munger	Runbeck	Welle
Dempsey	Kahn	Murphy	Sarna	Wenzel
Dille	Kalis	Nelson, K.	Scheid	Winter
Dorn	Kelso	Newinski	Schreiber	Spk. Vanasek
Farrell	Kinkel	O'Connor	Seaberg	•

Those who voted in the negative were:

Bettermann	Gutknecht	Koppendrayer	Pellow	Waltman
Dauner	Hartle	Krinkie	Pelowski	Welker
Davids	Haukoos	McPherson	Schafer	
Erhardt	Hugoson	Nelson, S.	Sviggum	
Frerichs	Jennings	Onnen	Tompkins	
Girard	Johnson, V.	Ostrom	Uphus	

The bill was passed and its title agreed to.

H. F. No. 989 was reported to the House.

Bishop moved that H. F. No. 989 be continued on Special Orders. The motion prevailed.

S. F. No. 1238, A bill for an act relating to the city of Richfield; authorizing the city to advance money to the commissioner of transportation to expedite construction of a frontage road within the city; authorizing an agreement between the commissioner and the

city; authorizing the city to issue bonds and requiring the commissioner to pay interest on the bonds up to a certain amount.

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 131 yeas and 0 nays as follows:

Those who voted in the affirmative were:

Frerichs Knickerbocker Ahrame Olson, K. Anderson, I. Garcia Koppendrayer Omann Anderson, R. H. Girard Krinkie Onnen Battaglia Goodno Krueger Orenstein Bauerly Greenfield Lasley Orfield Leppik Lieder Beard Gruenes Osthoff Gutknecht Begich Ostrom Bertram Hanson Limmer Ozment Bettermann Hartle Long Pauly Bishop Hasskamp Pellow Lourey Blatz Haukoos Lynch Pelowski Bodahl Hausman Macklin Peterson Boo Heir Mariani Pugh Reding Brown Henry Marsh Carlson Hufnagle McEachern Rest Carruthers Hugoson McGuire Rice Clark Rodosovich Jacobs McPherson Cooper Janezich Milbert Rukavina Dauner Jefferson Morrison Runbeck Davids Jennings Munger Sarna Dawkins Johnson, A. Murphy Schafer Nelson, K. Scheid Dempsey Johnson, R. Dille Johnson, V. Schreiber Nelson, S. Dorn Kahn Newinski Seaberg Erhardt Kalis O'Connor Segal Farrell Kelso Simoneau Olsen, S. Frederick Kinkel Olson, E. Skoglund

Smith Solberg Sparby Stanius Steensma Sviggum Swenson Thompson Tompkins Trimble Tunheim Uphus Valento Vellenga Wagenius Waltman Weaver Wejcman Welker Welle Wenzel Winter Spk. Vanasek

The bill was passed and its title agreed to.

S. F. No. 858, A bill for an act relating to restitution; requiring offenders who have been court-ordered to pay restitution to provide affidavits of financial disclosure to investigating correctional agencies; amending Minnesota Statutes 1990, section 611A.04, by adding a subdivision.

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 131 yeas and 0 nays as follows:

Those who voted in the affirmative were:

Garcia Knickerbocker Olson, K. Smith Abrams Oman'n Solberg Anderson, I. Girard Koppendrayer Anderson, R. H. Goodno Krinkie Onnen Sparby Stanius Greenfield Krueger Orenstein Battaglia Lasley Gruenes Orfield Steensma Bauerly Beard Gutknecht Leppik Osthoff Sviggum Ostrom Swenson Begich Hanson Lieder Thompson Bertram Hartle Limmer Ozment Bettermann Hasskamp Long Pauly Tompkins Pellow Trimble Bishop Haukoos Lourey Hausman Lynch Pelowski Tunheim Blatz Bodahl Heir Macklin Peterson Uphus Pugh Valento Henry Boo Mariani Reding Hufnagle Vellenga Brown Marsh Hugoson McEachern Rest Wagenius Carlson Waltman Carruthers Jacobs McGuire Rice Janezich McPherson Rodosovich Weaver Clark Wejcman Welker Jaros Milbert Rukavina Dauner Davids Jefferson Morrison Runbeck Welle Dawkins Jennings Munger Sarna Dempsey Johnson, A. Murphy Schafer Wenzel Johnson, R. Nelson, K. Scheid Winter Dille Johnson, V. Nelson, S. Schreiber Spk. Vanasek Dorn Kahn Newinski Erhardt Seaberg O'Connor Kalis Segal Farrell Olsen, S. Simoneau Frederick Kelso Frerichs Kinkel Olson, E. Skoglund

The bill was passed and its title agreed to.

H. F. No. 1072 was reported to the House.

Dawkins and Gutknecht moved to amend H. F. No. 1072, the second engrossment, as follows:

Page 2, line 30, delete everything after "completed" and insert a period

Page 2, delete lines 31 and 32

Page 3, delete lines 14 to 16

Page 3, line 17, delete "(2)" and insert "(1)"

Page 3, line 19, delete "(3)" and insert "(2)"

The motion prevailed and the amendment was adopted.

H. F. No. 1072, A bill for an act relating to energy; removing requirement for foundation insulation; providing for energy audits of rental property; requiring landlords to disclose certain energy information to prospective tenants; amending Minnesota Statutes 1990, sections 216C.27, subdivision 3; 216C.31; and 504.22, by adding a subdivision.

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

The question was taken on the passage of the bill and the roll was called. There were 110 yeas and 21 nays as follows:

Those who voted in the affirmative were:

Abrams Farrell Kelso Newinski Seaberg Anderson, I. Frederick Kinkel O'Connor Segal Battaglia Garcia Knickerbocker Olsen, S. Simoneau Bauerly Goodno Koppendrayer Olson, E. Skoglund Beard Greenfield Krueger Olson, K. Smith Begich Gruenes Laslev Omann Solberg Bertram Gutknecht Leppik Orenstein Sparby Steensma Bettermann Hanson Lieder Orfield Blatz Hasskamp Osthoff Swenson Long Bodahl Hausman Lourev Ostrom Thompson Boo Heir Lynch Pauly Trimble Henry Brown Macklin Pelowski Tunheim Carlson Hufnagle Mariani Peterson Valento Pugh Reding Carruthers Jacobs Marsh Vellenga Clark Janezich McEachern Wagenius Cooper Jaros McGuire Rest Waltman Jefferson Milbert Weaver Dauner Rice Dawkins Morrison Rodosovich Wejcman Jennings Welle Dempsey Johnson, A. Munger Rukavina Wenzel Dille Johnson, R. Murphy Sarna Nelson, K. Dom Kahn Scheid Winter Erhardt Kalis Nelson, S. Spk. Vanasek Schreiber

Those who voted in the negative were:

Anderson, R. H.	Haukoos	McPherson	Schafer	Welker
Davids	Hugoson	Onnen	Stanius	
Frerichs	Johnson, V.	Ozment	Sviggum	
Girard	Krinkie	Pellow	Tompkins	
Hartle	Limmer	Runbeck	Uphus	

The bill was passed, as amended, and its title agreed to.

S. F. No. 1179 was reported to the House.

Trimble moved that S. F. No. 1179 be temporarily laid over on Special Orders. The motion prevailed.

S. F. No. 1129, A bill for an act relating to water and wastewater treatment; expanding the authority of municipalities to contract for private design and construction of water and wastewater treatment facilities; amending Minnesota Statutes 1990, section 471.371, subdivisions 2, 4, and 5; repealing Minnesota Statutes 1990, section 471.371, subdivisions 1 and 6.

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 131 yeas and 0 nays as follows:

Those who voted in the affirmative were:

Abrams	Garcia	Knickerbocker	Olson, K.	Smith
Anderson, I.	Girard	Koppendrayer	Omann	Solberg
Anderson, R. H.	Goodno	Krinkie	Onnen	Sparby
Battaglia	Greenfield	Krueger	Orenstein	Stanius
Bauerly	Gruenes	Lasley	Orfield	Steensma
Beard	Gutknecht	Leppik	Osthoff	Sviggum
Begich	Hanson	Lieder	Ostrom	Swenson
Bertram	Hartle	Limmer	Ozment	Thompson
Bettermann	Hasskamp	Long	Pauly	Tompkins
Blatz	Haukoos	Lourey	Pellow	Trimble
Bodahl	Hausman	Lynch	Pelowski	Tunheim
Boo	Heir	Macklin	Peterson	Uphus
Brown	Henry	Mariani	Pugh	Valento
Carlson	Hufnagle	Marsh	Reding	Vellenga
Carruthers	Hugoson	McEachern	Rest	Wagenius
Clark	Jacobs	McGuire	Rice	Waltman
Cooper	Janezich	McPherson	Rodosovich	Weaver
Dauner	Jaros	Milbert	Rukavina	Wejcman
Davids	Jefferson	Morrison	Runbeck	Welker
Dawkins	Jennings	Munger	Sarna	Welle
Dempsey	Johnson, A.	Murphy	Schafer	Wenzel
Dille	Johnson, R.	Nelson, K.	Scheid	Winter
Dorn	Johnson, V.	Nelson, S.	Schreiber	Spk. Vanasek
Erhardt	Kahn	Newinski	Seaberg	-
Farrell	Kalis	O'Connor	Segal	
Frederick	Kelso	Olsen, S.	Simoneau	
Frerichs	Kinkel	Olson, E.	Skoglund	

The bill was passed and its title agreed to.

S. F. No. 971 was reported to the House.

Olson, E.; Dille; Anderson, R. H.; Dorn; Uphus; Simoneau; Kahn; Koppendrayer; McGuire; Girard; McPherson; Gutknecht and Bishop moved to amend S. F. No. 971, as follows:

Page 1, line 11, strike "June"

Page 1, line 12, strike "12," and delete "1992" and insert "such time as BST is approved by the federal food and drug administration for general use on dairy cows for production enhancement"

Page 1, line 20, strike "June 12,"

Page 1, line 21, delete "1992" and insert "such time as BST is approved by the federal food and drug administration for general use on dairy cows for production enhancement"

Page 2, line 20, strike "June 12," and delete "1992" and insert "such time as BST is approved by the federal food and drug

administration for general use on dairy cows for production enhancement"

Page 2, line 31, delete "June 12, 1992" and insert "such time as BST is approved by the federal food and drug administration for general use on dairy cows for production enhancement"

Page 2, delete lines 33 to 36

Page 3, delete lines 1 to 12

Page 3, line 13, delete the paragraph letter

Page 3, line 14, delete everything after "enactment"

Page 3, delete lines 15 and 16

Page 3, line 17, delete everything before the period

A roll call was requested and properly seconded.

The question was taken on the Olson, E., et al amendment and the roll was called. There were 65 yeas and 65 nays as follows:

Those who voted in the affirmative were:

Abrams Girard Kahn Newinski Schaf	er
Anderson, R. H. Goodno Knickerbocker Olsen, S. Schre	eiber
Bettermann Gruenes Koppendrayer Olson, E. Seab	erg
Bishop Gutknecht Krinkie Olson, K. Simo	neau
Blatz Hanson Leppik Omann Smit	h
Boo Hartle Lieder Onnen Stan	ius
Davids Haukoos Limmer Osthoff Svigs	gum
Dempsey Heir Lynch Ozment Swen	son
Dille Henry Macklin Pauly Uphu	18
Dorn Hufnagle Marsh Pellow Valer	ito
Erhardt Hugoson McGuire Pelowski Walts	man
Frederick Jennings McPherson Reding Weav	er
Frerichs Johnson, V. Morrison Runbeck Welk	er

Those who voted in the negative were:

Anderson, I. Anderson, R. Battaglia Bauerly Beard Begich Bertram Bodahl Brown Carlson Carruthers	Dauner Dawkins Farrell Garcia Greenfield Hasskamp Hausman Jacobs Jaros Jefferson Johnson, A.	Kelso Kinkel Krueger Lasley Long Lourey Mariani McEachern Milbert Munger Murphy	O'Connor Orenstein Orfield Ostrom Peterson Pugh Rest Rice Rodosovich Rukavina Sarna	Skoglund Solberg Sparby Steensma Thompson Tompkins Trimble Vellenga Wagenius Wejcman Welle
Clark	Johnson, A. Johnson, R. Kalis	Nelson, K.	Scheid	Wenzel Winter
Cooper	Kalis	Nelson, S.	Segal	Winter

The motion did not prevail and the amendment was not adopted.

S. F. No. 971, A bill for an act relating to agriculture; extending the ban on the use of biosynthetic bovine somatotropin by one year; amending Minnesota Statutes 1990, sections 151.01, subdivision 28; 151.15, subdivision 3; and 151.25; and Laws 1990, chapter 526, section 1.

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 70 yeas and 58 nays as follows:

Those who voted in the affirmative were:

Anderson, I.	Davids	Kelso	Omann	Skeglund
Anderson, R.	Dawkins	Kinkel	Orenstein	Solberg
Battaglia	Farreli	Krueger	Orfield	Sparby
Bauerly	Garcia	Lasley	Ostrom	Steensma
Beard	Greenfield	Lieder	Peterson	Thompson
Begich	Gruenes	Long	Pugh	Tompkins
Bertram	Hasskamp	Lourey	Rest	Trimble
Bodahl	Hausman	McEachern	Rice	Tunheim
Brown	Jacobs	Milbert	Rodosovich	Vellenga
Carlson	Jaros	Munger	Rukavina	Wagenius
Carruthers	Jefferson	Murphy	Sarna	Wejcman
Clark	Jennings	Nelson, K.	Scheid	Welle
Cooper	Johnson, R.	Nelson, S.	Segal	Wenzel
Dauner	Kalis	O'Connor	Simoneau	Winter

Those who voted in the negative were:

Abrams	Girard	Kahn	Newinski	Seaberg
Anderson, R. H.	Goodno	Knickerbocker	Olsen, S.	Smith
Bettermann	Gutknecht	Koppendrayer	Olson, E.	Stanius
Bishop	Hanson	Krinkie	Olson, K.	Sviggum
Blatz	Hartle	Leppik	Onnen	Swenson
Boo	Haukoos	Limmer	Ozment	Uphus
Dempsey	Heir	Lynch	Pauly	Valento
Dille	Henry	Macklin	Pellow	Waltman
Dorn	Hufnagle	Marsh	Pelowski	Weaver
Erhardt	Hugoson	McGuire	Runbeck	Welker
Frederick	Johnson, A.	McPherson	Schafer	
Frerichs	Johnson, V.	Morrison	Schreiber	

The bill was passed and its title agreed to.

S. F. No. 1064, A bill for an act relating to waters; exempting certain proceedings by the board of water and soil resources from the administrative procedure act; changing administrative appeal procedures; authorizing appeals to the court of appeals; exempting the Minnesota housing finance agency from restrictions on transfers of marginal land and wetlands; limiting a prohibition on certain new

water use permits to the metropolitan area; exempting tree and shrub planting from certain notification requirements; amending Minnesota Statutes 1990, sections 103B.345, subdivisions 2 and 4; 103D.105, subdivision 1; 103D.111; 103F.535, subdivision 1; 103G.271, subdivision 4a; and 216D.01, subdivision 5.

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 125 yeas and 4 nays as follows:

Those who voted in the affirmative were:

Anderson, I. Frederick Kelso O'Connor Segal Anderson, R. H. Frerichs Kinkel Olson, E. Simoneau Battaglia Koppendrayer Olson, K. Girard Skoglund Krinkie Bauerly Goodno Omann Solberg Sparby Stanius Beard Greenfield Onnen Krueger Begich Gruenes Lasley Orenstein Gutknecht Orfield Steensma Bertram Leppik Bettermann Hanson Lieder Osthoff Sviggum Ostrom Bishop Hartle Limmer Swenson Blatz Long Hasskamp Ozment Thompson Bodahl Haukoos Lourev Pauly Tompkins Pellow Trimble Boo Hausman Lynch Brown Macklin Pelowski Tunheim Heir Carlson Peterson Uphus Henry Mariani Carruthers Hufnagle Marsh Pugh Reding Valento Hugoson Vellenga Clark McEachern Cooper Jacobs McGuire Rest Wagenius Rodosovich Waltman Dauner Janezich McPherson Davids Weaver Jaros Milbert Rukavina Wejcman Welker **Dawkins** Jefferson Morrison Runbeck Dempsey Sarna Jennings Munger Johnson, A. Welle Dille Murphy Schafer Nelson, K. Dorn Johnson, V. Scheid Wenzel Erhardt Kahn Nelson, S. Schreiber Winter Spk. Vanasek Kalis Newinski Seaberg Farrell

Those who voted in the negative were:

Abrams Knickerbocker Olsen, S. Smith

The bill was passed and its title agreed to.

S. F. No. 84, A bill for an act relating to state lands; authorizing sale of certain tax-forfeited land that borders public water in the city of Barnesville in Clay county.

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 131 yeas and 0 nays as follows:

Those who voted in the affirmative were:

Abrams	Frerichs	Kinkel	Olson, K.	Smith
Anderson, I.	Garcia	Knickerbocker	Omann	Solberg
Anderson, R. H.	Girard	Koppendrayer	Onnen	Sparby
Battaglia	Goodno	Krinkie	Orenstein	Stanius
Bauerly	Greenfield	Krueger	Orfield	Steensma
Beard	Gruenes	Lasley	Osthoff	Sviggum
Begich	Gutknecht	Leppik	Ostrom	Swenson
Bertram	Hanson	Lieder	Ozment	Thompson
Bettermann	Hartle	Limmer	Pauly	Tompkins
Bishop	Hasskamp	Long	Pellow	Trimble
Blatz	Haukoos	Lynch	Pelowski	Tunheim
Bodahl	Hausman	Macklin	Peterson	Uphus
Boo	Heir	Mariani	Pugh	Valento
Brown	Henry	Marsh	Reding	Vellenga
Carlson	Hufnagle	McEachern	Rest	Wagenius
Carruthers	Hugoson	McGuire	Rice	Waltman
Clark	Jacobs	McPherson	Rodosovich	Weaver
Cooper	Janezich	Milbert	Rukavina	Wejcman
Dauner	Jaros	Morrison	Runbeck	Welker
Davids	Jefferson	Munger	Sarna	Welle
Dawkins	Jennings	Murphy	Schafer	Wenzel
Dempsey	Johnson, A.	Nelson, K.	Scheid	Winter
Dille	Johnson, R.	Nelson, S.	Schreiber	Spk. Vanasek
Dorn	Johnson, V.	Newinski	Seaberg	
Erhardt	Kahn	O'Connor	Segal	
Farrell	Kalis	Olsen, S.	Simoneau	
Frederick	Kelso	Olson, E.	Skoglund	

The bill was passed and its title agreed to.

S. F. No. 820, A bill for an act relating to the state agricultural society; providing some building and contracting exceptions; regulating real estate transactions; setting conditions for counties to assist state fair exhibits; amending Minnesota Statutes 1990, sections 37.02; 37.19; and 375.79; repealing Minnesota Statutes 1990, sections 375.80; 375.81; and 375.82.

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 131 yeas and 0 nays as follows:

Those who voted in the affirmative were:

Abrams	Bertram	Carlson	Dempsey	Garcia
Anderson, I.	Bettermann	Carruthers	Dille	Girard
Anderson, R. H.	Bishop	Clark	Dorn	Goodno
Battaglia	Blatz	Cooper	Erhardt	Greenfield
Bauerly	Bodahl	Dauner	Farrell	Gruenes
Beard	Boo	Davids	Frederick	Gutknecht
Begich	Brown	Dawkins	Frerichs	Hanson

Hartle Hasskamp Haukoos Hausman Heir Henry Hufnagle Hugoson Jacobs Janezich Jaros Jefferson Jennings Johnson, A. Johnson, R. Johnson, V. Kahn Kalis	Knickerbocker Koppendrayer Krinkie Krueger Lasley Leppik Lieder Limmer Long Lourey Lynch Macklin Mariani Marsh McEachern McGuire McPherson Milbert	Murphy Nelson, K. Nelson, S. Newinski O'Connor Olsen, S. Olson, E. Olson, K. Omann Onnen Orenstein Orfield Osthoff Ostrom Ozment Pauly Pellow Pellowski	Reding Rest Rice Rodosovich Rukavina Runbeck Sarna Schafer Scheid Schreiber Seaberg Segal Simoneau Skoglund Smith Solberg Sparby Stanius	Swenson Thompson Tompkins Trimble Uphus Valento Vellenga Wagenius Waltman Weaver Wejcman Welker Welle Wenzel Winter Spk. Vanasek
Kinkei	Munger	Pugh	Sviggum	

The bill was passed and its title agreed to.

There being no objection, the order of business advanced to Motions and Resolutions.

MOTIONS AND RESOLUTIONS

Vanasek, Long and Dempsey introduced:

House Resolution No. 6, A house resolution recognizing the participants in the 1991 High School Page Program.

SUSPENSION OF RULES

Simoneau moved that the rules be so far suspended that House Resolution No. 6 be now considered and be placed upon its adoption. The motion prevailed.

HOUSE RESOLUTION NO. 6

A house resolution recognizing the participants in the 1991 High School Page Program.

Whereas, 176 students from across the state participated in the High School Page Program during a 17-week period from January 14 to May 10 to serve as Pages and to learn the legislative process firsthand; and

Whereas, recognition is given to the 30 High School Page Alumni

who have volunteered to return the week of May 13 to 17, 1991; and

Whereas, the Alumni will serve for one or two days as a demonstration of their appreciation for the educational, informative, and exciting week they spent at the State Capitol with the representatives and staff of the legislative, executive, and judicial branches of government; Now, Therefore,

Be It Resolved by the House of Representatives of the State of Minnesota that recognizes the participants in the 1991 High School Page Program. It appreciates the volunteer service of the following 30 Page Alumni: Jessica Ackland, Cristina Baker, Christine Bearl, David Bobb, Alex Bollman, Joseph Carpenter, Marvin Cronier, Jason DeKeuster, Erica Diemert, Jason Francis, Marc Fredson, Anthony Hedlund, Keely Herron, Hans Hinrichs, Wendi Hockert, Heidi Kranz, Mark Larson, Nathan Liable, Heidi Middleton, Stacey Norman, Amanda Peterson, Jennie Quick, Michelle Randall, Meghan Riley, Amy Roll, Damond Schemmel, Sarah Schmitz, Kristi Stanislawski, Brian Tanaka, and Tasia Treimer.

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 that they be presented to each of the Pages named above, and recorded in the House Journal.

Simoneau moved that House Resolution No. 6 be now adopted. The motion prevailed and House Resolution No. 6 was adopted.

There being no objection the order of business reverted to Special Orders.

SPECIAL ORDERS

S. F. No. 449 was reported to the House.

Reding moved to amend S. F. No. 449, as follows:

Page 3, after line 3, insert:

"Sec. 3. Minnesota Statutes 1990, section 354A.12, is amended by adding a subdivision to read:

Subd. 1a. [OBLIGATION FOR OMITTED SALARY DEDUCTIONS.] If the full required contributions are not deducted from the salary of a teacher, payment of the shortage in such deductions on salary earned after June 30, 1988 is the sole obligation of the employing unit during the period of up to three years following the end of the fiscal year in which the shortage occurred. The shortage is payable by the employing unit upon notification of the shortage by the executive director of the applicable retirement fund associa-

tion. The employing unit shall also pay any employer contributions related to the shortage. The amount of the shortage in employee contributions and associated employer contributions is payable with interest at the rate of six percent per annum, compounded annually, from the end of the fiscal year in which the shortage occurred to the end of the month in which payment is made and the interest shall be credited to the fund. If the shortage payment is not paid by the employing unit within 60 days of notification, the executive director shall certify the amount of the shortage payment to the commissioner of finance, who shall deduct the amount from any state aid or appropriation amount applicable to the employing unit.

Sec. 4. [MINNEAPOLIS TEACHERS MEDICAL LEAVE CREDIT.]

In accordance with Minnesota Statutes, section 354A.12, subdivision 4, approval is granted for the Minneapolis teachers retirement fund association to amend its articles of incorporation or bylaws to allow basic plan members who are granted medical leave of absence by special school district No. 1, Minneapolis, to receive up to one year service credit of that leave in accordance with Minnesota Statutes, section 354A.096.

Sec. 5. [MINNEAPOLIS TEACHERS RETIREE RESUMING SERVICE.]

In accordance with Minnesota Statutes, section 354A.12, subdivision 4, approval is granted for the Minneapolis teachers retirement fund association to amend its articles of incorporation or bylaws to provide that any person who is retired and receiving a basic program formula retirement annuity under the articles of incorporation or bylaws of the association, and who has resumed teaching service for the special school district No. 1, is entitled to continue to receive retirement annuity payments except that annuity payments must be reduced in accordance with Minnesota Statutes, section 354A.31, subdivision 3, if the person's income from teaching service is an amount greater than the maximum earnings allowable for that age for the continued receipt of full benefit amounts monthly under the federal old age, survivors, and disability insurance program as set by the Secretary of Health and Human Services under United States Code, title 42, section 403."

Renumber the sections in sequence

Correct internal references

Amend the title accordingly

The motion prevailed and the amendment was adopted.

S. F. No. 449, A bill for an act relating to retirement; Duluth teachers retirement fund association and St. Paul teachers retirement fund association; proposing coding for new law in Minnesota Statutes, chapter 354A; repealing Laws 1985, chapter 259, sections 2 and 3; and Laws 1990, chapter 570, article 7, section 4.

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

The question was taken on the passage of the bill and the roll was called. There were 126 yeas and 5 nays as follows:

Those who voted in the affirmative were:

Abrams Frederick Knickerbocker Olson, E. Skoglund Olson, K. Anderson, I. Koppendrayer Smith Garcia Anderson, R. H. Krinkie Goodno Omann Solberg Battaglia Greenfield Krueger Onnen Sparby Stanius Bauerly Orenstein Gruenes Lasley Gutknecht Leppik Orfield Steensma Beard Begich Hanson Lieder Osthoff Swenson Thompson Tompkins Bertram Hartle Limmer Ostrom Bettermann Hasskamp Long Ozment Bishop Lourey Pauly Trimble Hausman Tunheim Blatz Heir Lynch Pellow Pelowski Bodahl Henry Macklin Uphus Boo Hufnagle Mariani Peterson Valento Pugh Reding Vellenga Brown Hugoson Marsh Wagenius Jacobs McEachern Carlson Carruthers Janezich McGuire Rest Waltman McPherson Rodosovich Weaver Clark Jaros Wejcman Welle Cooper Jefferson Milbert Rukavina Dauner Jennings Morrison Runbeck Davids Johnson, A. Munger Sarna Wenzel Dawkins Johnson, R. Murphy Schafer Winter Nelson, K. Dempsey Johnson, V. Scheid Spk. Vanasek Nelson, S. Schreiber Dille Kahn Kalis Newinski Seaberg Dorn Erhardt Kelso O'Connor Segal Farrell Kinkel Olsen, S. Simoneau

Those who voted in the negative were:

Frerichs Girard Haukoos Sviggum Welker

The bill was passed, as amended, and its title agreed to.

S. F. No. 83, A bill for an act relating to state lands; authorizing sale of certain tax-forfeited lands bordering public water in Clay and Cottonwood counties.

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 132 yeas and 0 nays as follows:

Those who voted in the affirmative were:

Abrams	Frerichs	Kinkel	Olson, E.	Skoglund
Anderson, I.	Garcia	Knickerbocker	Olson, K.	Smith
Anderson, R. H.	Girard	Koppendrayer	Omann	Solberg
Battaglia	Goodno	Krinkie	Onnen	Sparby
Bauerly	Greenfield	Krueger	Orenstein	Stanius
Beard	Gruenes	Lasley	Orfield	Steensma
Begich	Gutknecht	Leppik	Osthoff	Sviggum
Bertram	Hanson	Lieder	Ostrom	Swenson
Bettermann	Hartle	Limmer	Ozment	Thompson
Bishop	Hasskamp	Long	Pauly	Tompkins
Blatz	Haukoos	Lourey	Pellow	Trimble
Bodahl	Hausman	Lynch	Pelowski	Tunheim
Boo	Heir	Macklin	Peterson	Uphus
Brown	Henry	Mariani	Pugh	Valento
Carlson	Hufnagle	Marsh	Reding	Vellenga
Carruthers	Hugoson	McEachern	Rest	Wagenius
Clark	Jacobs	McGuire	Rice	Waltman
Cooper	Janezich	McPherson	Rodosovich	Weaver
Dauner	Jaros	Milbert	Rukavina	Wejcman
Davids	Jefferson	Morrison	Runbeck	Welker
Dawkins	Jennings	Munger	Sarua	Weile
Dempsey	Johnson, A.	Murphy	Schafer	Wenzel
Dille	Johnson, R.	Nelson, K	Scheid	Winter
Dorn	Johnson, V.	Nelson, S.	Schreiber	Spk. Vanasek
Erhardt	Kahn	Newinski	Seaberg	-
Farrell	Kalis	O'Connor	Segal	
Frederick	Kelso	Olsen, S.	Simoneau	

The bill was passed and its title agreed to.

- S. F. No. 268 was reported to the House.
- S. F. No. 268 was read for the third time.

MOTION FOR RECONSIDERATION

Bishop moved that the action whereby S. F. No. 268 was given its third reading be now reconsidered. The motion did not prevail.

S. F. No. 268, A bill for an act relating to human rights; lengthening the statute of limitations for human rights act violations; amending Minnesota Statutes 1990, sections 363.06, subdivision 3; and 363.116.

The bill was placed upon its final passage.

The question was taken on the passage of the bill and the roll was called. There were 69 yeas and 61 nays as follows:

Those who voted in the affirmative were:

Anderson, I.	Garcia	Kinkel	Neison, K.	Scheid
Battaglia	Goodno	Krueger	O'Connor	Segal
Bauerly	Greenfield	Lasley	Olson, K.	Simoneau
Beard	Hanson	Leppik	Onnen	Skoglund
Begich	Hausman	Limmer	Orenstein	Solberg
Blatz	Henry	Long	Orfield	Thompson
Bodahl	Jacobs	Lourey	Osthoff	Trimble
Brown	Janezich	Lynch	Pugh	Tunheim
Carlson	Jaros	Mariani	Reding	Vellenga
Carruthers	Jefferson	McEachern	Rest	Wagenius
Clark	Johnson, A.	McGuire	Rice	Wejcman
Dauner	Johnson, R.	Milbert	Rodosovich	Welle
Dawkins	Kahn	Munger	Rukavina	Spk. Vanasek
Farrell	Kelso	Murphy	Sarna	•

Those who voted in the negative were:

Abrams	Frerichs	Knickerbocker	Pauly	Swenson
Anderson, R. H.	Girard	Koppendrayer	Pellow	Tompkins
Bertram	Gruenes	Krinkie	Pelowski	Uphus
Bettermann	Gutknecht	Lieder	Peterson	Valento
Bishop	Hartle	Marsh	Runbeck	Waltman
Boo	Hasskamp	McPherson	Schafer	Weaver
Cooper	Haukoos	Morrison	Schreiber	Welker
Davids	Heir	Nelson, S.	Seaberg	Wenzel
Dempsey	Hufnagle	Newinski	Smith	Winter
Dille	Hugoson	Olson, E.	Sparby	
Dorn	Jennings	Omann	Stanius	
Erhardt	Johnson, V.	Ostrom	Steensma	
Frederick	Kalis	Ozment	Sviggum	

The bill was passed and its title agreed to.

Schafer was excused for the remainder of today's session.

H. F. No. 1114 was reported to the House.

Kahn moved to amend H. F. No. 1114, as follows:

Delete everything after the enacting clause and insert:

"Section 1. Minnesota Statutes 1990, section 15.0597, is amended by adding a subdivision to read:

Subd. 5a. [GENDER BALANCE.] The membership of an agency whose vacancies are filled under this section must be gender balanced. In determining gender balance, ex officio membership positions must be excluded. No person of the overrepresented gender may be appointed or reappointed to a vacant agency position if after the appointment or reappointment the number of members of one gender would be greater than:

(1) one-half the membership plus one, in the case of an agency with an odd number of members; or

(2) one-half the membership, in the case of an agency with an even number of members.

If there is more than one appointing authority for an agency, the appointing authorities shall consult each other to ensure compliance with this subdivision. In addition, appointing authorities shall endeavor to ensure that the membership of agencies governed by this section reflect racial, ethnic, and socioeconomic diversity to the extent possible.

Sec. 2. Minnesota Statutes 1990, section 15.0597, is amended by adding a subdivision to read:

Subd. 5b. [DEVIATION.] Notwithstanding section 1, persons of an underrepresented gender may constitute less than half of the membership of an agency if the agency certifies to the secretary of state that:

- (1) the agency serves the needs or addresses the concerns of a specific gender-defined population; or
- (2) after a good faith effort to achieve gender balance in accordance with section 1, the appointing authority has been unable to find enough persons of the underrepresented gender who are qualified and willing to accept appointment.

Sec. 3. [TOTAL AGENCY MEMBERSHIP.]

Appointing authorities, in cooperation with one another, shall make a good faith effort to ensure that, to the greatest extent possible, the membership of all agencies, considered together, is gender balanced.

Sec. 4. [REPEALER.]

Sections 2 and 3 are repealed on June 30, 1995.

Sec. 5. [EFFECTIVE DATE.]

Section 1 is effective July 1, 1991, and applies to agency positions becoming vacant on or after that date. Sections 1, 2, and 3 do not require displacement of a person who is an incumbent agency member on the effective dates of those sections until the person's current term expires."

Delete the title and insert:

"A bill for an act relating to state government; providing for

gender balance in multimember agencies; amending Minnesota Statutes 1990, section 15.0597, by adding subdivisions."

The motion prevailed and the amendment was adopted.

Scheid, Hasskamp, Blatz, Pauly, Morrison and Henry moved to amend H. F. No. 1114, as amended, as follows:

Page 2, line 18, delete "July 1, 1991" and insert "January 1, 1992"

The motion prevailed and the amendment was adopted.

H. F. No. 1114, A bill for an act relating to state government; providing for gender balance in multimember agencies; amending Minnesota Statutes 1990, section 15.0597, by adding subdivisions.

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

The question was taken on the passage of the bill and the roll was called. There were 72 yeas and 55 nays as follows:

Those who voted in the affirmative were:

Abrams	Hanson	Lasley	Olson, E.	Skoglund
Anderson, I.	Hasskamp	Leppik	Olson, K.	Solberg
Battaglia	Hausman	Lieder	Orenstein	Steensma
Bauerly	Jacobs	Long	Orfield	Trimble
Carlson	Janezich	Lourey	Pelowski	Tunheim
Clark	Jaros	Mariani	Pugh	Vellenga
Cooper	Jefferson	McGuire	Reding	Wagenius
Dawkins	Jennings	Milbert	Rest	Wejcman
Dorn	Johnson, A.	Munger	Rice	Welle
Erhardt	Johnson, R.	Murphy	Rodosovich	Wenzel
Farrell	Kahn	Nelson, K.	Rukavina	Winter
Garcia	Kalis	Newinski	Runbeck	Spk. Vanasek
Goodno	Kelso	O'Connor	Sarna	•
Greenfield	Kinkel	Ogren	Segal	
Gruenes	Krueger	Olsen, S.	Simoneau	

Those who voted in the negative were:

	T3 : 11			
Anderson, R. H.		Johnson, V.	Omann	\mathbf{Smith}
Begich	Frederick	Knickerbocker	Onnen	Stanius
Bertram	Frerichs	Koppendrayer	Osthoff	Sviggum
Bettermann	Girard	Krinkie	Ostrom	Swenson
Bishop	Gutknecht	Limmer	Ozment	Thompson
Blatz`	Hartle	Lynch	Pauly	Tompkins
Bodahl	Haukoos	Macklin	Pellow	Uphus
Boo	Heir	Marsh	Peterson	Valento
Dauner	Henry	McPherson	Scheid	Waltman
Davids	Hufnagle	Morrison	Schreiber	Weaver
Dempsey	Hugoson	Nelson, S.	Seaberg	Welker

The bill was passed, as amended, and its title agreed to.

S. F. No. 109 was reported to the House.

Bauerly moved that S. F. No. 109 be continued on Special Orders. The motion prevailed.

The Speaker resumed the Chair.

S. F. No. 1216, A bill for an act relating to state lands; allowing sales of certain state lands to be held in counties adjacent to the county where the land is located; allowing the commissioner of natural resources to sell certain state lands bordering public waters; transferring state land by private sale to the town board of the town of Lake in Roseau county; amending Minnesota Statutes 1990, sections 92.03, subdivision 1; 92.12, subdivision 4; 92.13; 92.14; 92.67, subdivision 1; and Laws 1986, chapter 449, section 6.

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 131 year and 0 nays as follows:

Kinkel

Krinkie

Knickerbocker

Koppendrayer

Those who voted in the affirmative were:

Abrams Frerichs Anderson, I. Garcia Anderson, R. H. Girard Battaglia Goodno Bauerly Greenfield Beard Gruenes Begich Gutknecht Bertram Hanson Bettermann Hartle Bishop Hasskamp Blatz Haukoos Bodahl Hausman Boo Heir Brown Henry Carlson Hufnagle Carruthers Hugoson Clark Jacobs Cooper Janezich Dauner James Davids Jefferson **Dawkins** Jennings Dempsey Johnson, A. Dille Johnson, R. Johnson, V. Dorn Erhardt Kahn Farrell Kalis Frederick Kelso

Krueger Lasley Leppik Lieder Limmer Long Lourey Lynch Macklin Mariani Marsh McEachern McGuire McPherson Milbert Morrison Munger Murphy Nelson, K. Nelson, S. Newinski O'Connor Olsen, S.

Olson, E. Olson, K. Отапп Onnen Orenstein Orfield Osthoff Ostrom Ozment Pauly Pellow Pelowski Peterson Pugh Reding Rest Rice Rodosovich Rukavina Runbeck Sarna Scheid Schreiber Seaberg Segal Simoneau Skoglund

Smith Solberg Sparby Stanius Steensma Sviggum Swenson Thompson Tompkins Trimble Tunheim Uphus Valento Vellenga Wagenius Waltman Weaver Wejcman Welker Welle

Wenzel

Winter

Spk. Vanasek

The bill was passed and its title agreed to.

There being no objection, the order of business reverted to Reports of Standing Committees.

REPORTS OF STANDING COMMITTEES

Simoneau from the Committee on Appropriations to which was referred:

H. F. No. 635, A bill for an act relating to elections; authorizing a mail levy referendum; authorizing certain experimental procedures; setting certain redistricting goals and deadlines; authorizing certain actions by voters; limiting certain special elections; setting times and procedures for certain boundary changes; imposing duties on the secretary of state; changing requirements for polling places; appropriating money; amending Minnesota Statutes 1990, sections 124A.03, subdivision 2; 202A.14, subdivision 1; 203B.02, by adding a subdivision; 204B.135; 204B.14, subdivisions 3, 4, and 6, and by adding a subdivision; 204B.16, subdivisions 1 and 2; 204B.45, by adding a subdivision; 205.84, subdivision 2; 205A.12, subdivision 6; and 375.025, subdivisions 2 and 4; proposing coding for new law in Minnesota Statutes, chapter 204B.

Reported the same back with the following amendments:

Page 10, delete section 12

Page 13, line 26, delete "\$....." and insert "\$14,000"

Page 13, line 27, delete "16" and insert "15"

Renumber the sections in sequence

Correct internal references

Amend the title as follows:

Page 1, lines 14 and 15, delete "204B.45, by adding a subdivision;"

With the recommendation that when so amended the bill pass.

The report was adopted.

SECOND READING OF HOUSE BILLS

H. F. No. 635 was read for the second time.

ANNOUNCEMENTS BY THE SPEAKER

The Speaker announced the appointment of the following members of the House to a Conference Committee on H. F. No. 181:

Sparby, Jennings and Johnson, V.

The Speaker announced the appointment of the following members of the House to a Conference Committee on H. F. No. 289:

Skoglund, Hartle and Winter.

The Speaker announced the appointment of the following members of the House to a Conference Committee on H. F. No. 702:

Sparby; Nelson, S., and Hugoson.

The Speaker announced the appointment of the following members of the House to a Conference Committee on H. F. No. 887:

Reding, Sparby and Stanius.

The Speaker announced the appointment of the following members of the House to a Conference Committee on H. F. No. 1142:

Carruthers, Pugh and Swenson.

The Speaker announced the appointment of the following members of the House to a Conference Committee on S. F. No. 208:

Lasley, Hanson and Runbeck.

The Speaker announced the appointment of the following members of the House to a Conference Committee on S. F. No. 351:

Carruthers, Macklin and Milbert.

The Speaker announced the appointment of the following members of the House to a Conference Committee on S. F. No. 526:

McGuire, Greenfield and Seaberg.

The Speaker announced the appointment of the following members of the House to a Conference Committee on S. F. No. 765:

Lynch, Lasley and Kalis.

The Speaker announced the appointment of the following members of the House to a Conference Committee on S. F. No. 931:

Orfield, Pugh and Ozment.

The Speaker announced the appointment of the following members of the House to a Conference Committee on S. F. No. 1295:

Orenstein, McGuire and Valento.

The Speaker announced the appointment of the following members of the House to a Conference Committee on H. F. No. 12:

Skoglund, Winter, Knickerbocker, Hausman and Carruthers.

Bauerly moved that the House recess subject to the call of the Chair. The motion prevailed.

RECESS [

RECONVENED

The House reconvened and was called to order by the Speaker.

MESSAGES FROM THE SENATE

The following messages were received from the Senate:

Mr. Speaker:

I hereby announce that the Senate refuses to concur in the House amendments to the following Senate File:

S. F. No. 525, A bill for an act relating to crimes; expanding the definition of drug free zones to include public housing property; increasing the area affected from within 300 feet to within 1,000 feet of a school or park boundary for purposes of increasing penalties for sale or possession of controlled substances; increasing penalties for sale or possession of methamphetamine ("ice"), amphetamine, and sale of marijuana, within a school zone, park zone, or public housing zone; changing the name and duties of the drug abuse prevention resource council; requiring chemical use assessments of persons convicted of felonies; amending Minnesota Statutes 1990, sections 152.01, subdivisions 12a, 14a, and by adding a subdivision; 152.021, subdivision 1; 152.022, subdivision 1; 152.023, subdivision 2; 152.024, subdivision 1; 152.029; 299A.29, subdivisions 3, 5, and by adding subdivisions; 299A.30; 299A.31, subdivision 1; 299A.32; 299A.34, subdivision 2; 299A.35; 299A.36; and 609.115, by adding a subdivision; repealing Minnesota Statutes 1990, sections 244.095; and 299A.29, subdivisions 2 and 4.

The Senate respectfully requests that a Conference Committee be appointed thereon. The Senate has appointed as such committee:

Messrs. Spear, Cohen, Kelly, McGowan and Marty.

Said Senate File is herewith transmitted to the House with the request that the House appoint a like committee.

PATRICK E. FLAHAVEN, Secretary of the Senate

Vellenga moved that the House accede to the request of the Senate and that the Speaker appoint a Conference Committee of 5 members of the House to meet with a like committee appointed by the Senate on the disagreeing votes of the two houses on S. F. No. 525. The motion prevailed.

Mr. Speaker:

I hereby announce that the Senate refuses to concur in the House amendments to the following Senate File:

S. F. No. 506, A bill for an act relating to lawful gambling; lotteries; providing for teleracing and its operation and regulation; expanding requirements relating to compulsive gambling; exempting lawful gambling profits from the tax on unrelated business income; regulating manufacturers and distributors of gambling

devices; changing certain requirements relating to record keeping, reports, audits, and expenditures of gambling profits by licensed gambling organizations; modifying certain licensing, training, and operating requirements for licensed gambling organizations; changing requirements relating to posting of pull-tab winners; authorizing the director of the lottery to enter into joint lotteries outside the United States; expanding certain provisions relating to lottery retailers; designating certain data on lottery prize winners as private; changing requirements relating to lottery advertising; clarifying the prohibitions on video games of chance and lotteries; authorizing dissemination of information about lotteries conducted by adjoining states; imposing surcharges on lawful gambling premises permit fees; establishing a task force on compulsive gambling assessments; appropriating money; amending Minnesota Statutes 1990, sections 240.01, subdivisions 1, 10, and by adding subdivisions; 240.02, subdivision 3; 240.03; 240.05, subdivision 1; 240.06, subdivision 1; 240.09, subdivision 2; 240.10; 240.11; 240.13, subdivisions 1, 2, 3, 4, 5, 6, and 8; 240.15, subdivision 6; 240.16. subdivision 1a; 240.18; 240.19; 240.23; 240.24, subdivision 2; 240.25; 240.27; 240.28, subdivision 1; 240.29; 245.98, by adding a subdivision; 290.05, subdivision 3; 290.92, subdivision 27; 299L.01, subdivision 1; 349.12, subdivision 25, and by adding subdivisions: 349.15; 349.151, subdivision 4; 349.154, subdivision 2; 349.16, subdivision 3; 349.165, subdivisions 1 and 3; 349.167, subdivisions 1, 2, and 4; 349.17, subdivision 5; 349.172; 349.18, subdivision 1; 349.19, subdivisions 2, 5, 9, and by adding subdivisions; 349A.02, subdivision 3; 349A.06, subdivisions 3, 5, and 11; 349A.08, by adding a subdivision; 349A.09, subdivision 2; 349A.10, subdivision 3; 609.115, by adding a subdivision; 609.75, subdivisions 1, 4, and by adding a subdivision; 609.755; 609.76, subdivision 1; proposing coding for new law in Minnesota Statutes, chapters 240; and 299L; repealing Minnesota Statutes 1990, sections 240.01, subdivision 13, 240.13, subdivision 6a; 240.14; subdivision 1a; 349.154, subdivision 3; 349A.02, subdivision 5; and 349A.03, subdivision 3.

The Senate respectfully requests that a Conference Committee be appointed thereon. The Senate has appointed as such committee:

Messrs. Berg; Spear; Johnson, D. E.; McGowan and Dicklich.

Said Senate File is herewith transmitted to the House with the request that the House appoint a like committee.

PATRICK E. FLAHAVEN, Secretary of the Senate

Osthoff moved that the House accede to the request of the Senate and that the Speaker appoint a Conference Committee of 5 members of the House to meet with a like committee appointed by the Senate on the disagreeing votes of the two houses on S. F. No. 506. The motion prevailed.

Mr. Speaker:

I hereby announce that the Senate refuses to concur in the House amendments to the following Senate File:

S. F. No. 764, A bill for an act relating to public safety; regulating amusement rides; requiring insurance and inspections; providing penalties; proposing coding for new law as Minnesota Statutes, chapter 184B.

The Senate respectfully requests that a Conference Committee be appointed thereon. The Senate has appointed as such committee:

Messrs. Dahl, Dicklich and Metzen.

Said Senate File is herewith transmitted to the House with the request that the House appoint a like committee.

PATRICK E. FLAHAVEN, Secretary of the Senate

Osthoff moved that the House accede to the request of the Senate and that the Speaker appoint a Conference Committee of 3 members of the House to meet with a like committee appointed by the Senate on the disagreeing votes of the two houses on S. F. No. 764. The motion prevailed.

Mr. Speaker:

I hereby announce that the Senate refuses to concur in the House amendments to the following Senate File:

S. F. No. 785, A bill for an act relating to financial institutions; permitting interstate banking with additional reciprocating states; amending Minnesota Statutes 1990, section 48.92, subdivision 7.

The Senate respectfully requests that a Conference Committee be appointed thereon. The Senate has appointed as such committee:

Messrs. Cohen, Solon and Larson.

Said Senate File is herewith transmitted to the House with the request that the House appoint a like committee.

PATRICK E. FLAHAVEN, Secretary of the Senate

Simoneau moved that the House accede to the request of the Senate and that the Speaker appoint a Conference Committee of 3 members of the House to meet with a like committee appointed by the Senate on the disagreeing votes of the two houses on S. F. No. 785. The motion prevailed.

Mr. Speaker:

I hereby announce the passage by the Senate of the following House File, herewith returned, as amended by the Senate, in which amendment the concurrence of the House is respectfully requested:

H. F. No. 694, A bill for an act relating to the environment; establishing an environmental enforcement account; establishing a field citation pilot project for unauthorized disposal of solid waste; authorizing background investigations of environmental permit applicants; expanding current authority to impose administrative penalties for air and water pollution and solid waste management violations; imposing criminal penalties for knowing violations of standards related to hazardous air pollutants and toxic pollutants in water; providing that certain property is subject to forfeiture in connection with convictions for water pollution and air pollution violations; imposing criminal penalties for unauthorized disposal of solid waste; authorizing prosecution of environmental crimes by the attorney general; providing for environmental restitution as part of a sentence; increasing criminal penalties for false statements on documents related to permits and record keeping; requiring reports; appropriating money; amending Minnesota Statutes 1990, sections 18D.331, subdivision 4; 115.071, by adding a subdivision; 115.072; 115C.05; 116.07, subdivision 4d; 116.072, subdivisions 1, 2, 6, 10, and 11; 609.531, subdivision 1; and 609.671; proposing coding for new law in Minnesota Statutes, chapters 115 and 116.

PATRICK E. FLAHAVEN, Secretary of the Senate

Long moved that the House refuse to concur in the Senate amendments to H. F. No. 694, that the Speaker appoint a Conference Committee of 3 members of the House, and that the House requests that a like committee be appointed by the Senate to confer on the disagreeing votes of the two houses. The motion prevailed.

Mr. Speaker:

I hereby announce the passage by the Senate of the following House File, herewith returned, as amended by the Senate, in which amendment the concurrence of the House is respectfully requested:

H. F. No. 977, A bill for an act relating to the environment; prescribing who must prevent, prepare for, and respond to worst case discharges of oil and hazardous substances; describing response plans; authorizing the commissioners of the pollution control agency and departments of agriculture and public safety to order compliance; providing for good samaritan assistance; authorizing coopera-

tion between public and private responders; requiring the establishment of a single answering point system; authorizing citizens advisory groups; providing penalties; amending Minnesota Statutes 1990, section 116.072, subdivision 1; proposing coding for new law as Minnesota Statutes, chapter 115E.

PATRICK E. FLAHAVEN, Secretary of the Senate

Simoneau moved that the House refuse to concur in the Senate amendments to H. F. No. 977, that the Speaker appoint a Conference Committee of 3 members of the House, and that the House requests that a like committee be appointed by the Senate to confer on the disagreeing votes of the two houses. The motion prevailed.

Mr. Speaker:

I hereby announce the passage by the Senate of the following House File, herewith returned, as amended by the Senate, in which amendment the concurrence of the House is respectfully requested:

H. F. No. 218, A bill for an act relating to occupations and professions; requiring residential building contractors, remodelers, and specialty contractors to be licensed by the state; establishing a builders state advisory council; providing penalties; appropriating money; amending Minnesota Statutes 1990, section 45.027, subdivisions 1, 2, 5, 6, 7, and 8; proposing coding for new law in Minnesota Statutes, chapter 326.

PATRICK E. FLAHAVEN, Secretary of the Senate

Bauerly moved that the House refuse to concur in the Senate amendments to H. F. No. 218, that the Speaker appoint a Conference Committee of 3 members of the House, and that the House requests that a like committee be appointed by the Senate to confer on the disagreeing votes of the two houses. The motion prevailed.

Mr. Speaker:

I hereby announce the passage by the Senate of the following House File, herewith returned, as amended by the Senate, in which amendment the concurrence of the House is respectfully requested:

H. F. No. 303, A bill for an act relating to waste management; making changes to state and local government responsibility and authority for waste management; placing emphasis on waste reduc-

tion and recycling; adjusting waste facility siting processes; amending Minnesota Statutes 1990, sections 3.195, subdivision 1; 16B.122; 16B.61, subdivision 3a; 115A.02; 115A.03, subdivision 17a; 115A.06, subdivision 2; 115A.14, subdivision 4; 115A.15, subdivisions 7 and 9; 115A.151; 115A.411, subdivision 1; 115A.46, subdivision 1, and by adding a subdivision; 115A.49; 115A.53; 115A.551, subdivisions 1 and 4; 115A.552, subdivisions 1, 2, and by adding a subdivision; 115A.554; 115A.557, subdivision 4; 115A.64, subdivision 2; 115A.67; 115A.83; 115A.84, subdivision 2; 115A.86, subdivision 5, and by adding a subdivision; 115A.882; 115A.9162, subdivision 2; 115A.919; 115A.923, subdivisions 1 and 1a; 115A.931; 115A.94, subdivision 4; 115A.9561; 115A.96, subdivision 6: 115B.04, subdivision 4: 115B.22, subdivision 8: 116.07, subdivision 4j; 325E.042, subdivision 2; 325E.115, subdivision 1; 325E.1151, subdivision 3; 400.08, subdivision 1; 473.803, subdivision sion 2; 473.811, subdivisions 1, 3, and 5; 473.823, subdivision 5; 473.845, subdivision 4; 473.848, subdivision 2, and by adding a subdivision: proposing coding for new law in Minnesota Statutes. chapters 115A; 116; 325E; and 473; repealing Minnesota Statutes 1990, sections 16B.125; 325E.045; and 473.844, subdivision 3; Laws 1989, chapter 325, section 72, subdivision 2.

PATRICK E. FLAHAVEN, Secretary of the Senate

Simoneau moved that the House refuse to concur in the Senate amendments to H. F. No. 303, that the Speaker appoint a Conference Committee of 5 members of the House, and that the House requests that a like committee be appointed by the Senate to confer on the disagreeing votes of the two houses. The motion prevailed.

The following Conference Committee Reports were received:

CONFERENCE COMMITTEE REPORT ON H. F. NO. 1422

A bill for an act relating to workers' compensation; regulating benefits and insurance; establishing a permanent commission on workers' compensation; providing penalties; appropriating money; amending Minnesota Statutes 1990, sections 79.252, by adding a subdivision; 176.011, subdivisions 3, 11a, and 18; 176.101, subdivisions 1, 2, and 3f; 176.102, subdivisions 1, 2, 3, 3a, 4, 6, 9, and 11; 176.111, subdivision 18; 176.135, subdivisions 1, 6, and 7; 176.136, subdivisions 1, 2, and by adding subdivisions; 176.155, subdivision 1; 176.645, subdivisions 1 and 2; 176.83, subdivisions 5, 6, and by adding a subdivision; 176A.03, by adding a subdivision; proposing coding for new law in Minnesota Statutes, chapters 175 and 176; repealing Minnesota Statutes 1990, sections 175.007; and 176.136, subdivision 5; and chapters 79, 175A, and 176.

May 16, 1991

The Honorable Robert E. Vanasek Speaker of the House of Representatives

The Honorable Jerome M. Hughes President of the Senate

We, the undersigned conferees for H. F. No. 1422, report that we have agreed upon the items in dispute and recommend as follows:

That the Senate recede from its amendment and that H. F. No. 1422 be further amended as follows:

Delete everything after the enacting clause and insert:

"ARTICLE 1

COMPENSATION BENEFITS

Section 1. Minnesota Statutes 1990, section 176.011, subdivision 3, is amended to read:

Subd. 3. [DAILY WAGE.] "Daily wage" means the daily wage of the employee in the employment engaged in at the time of injury but does not include tips and gratuities paid directly to an employee by a customer of the employer and not accounted for by the employee to the employer. If the amount of the daily wage received or to be received by the employee in the employment engaged in at the time of injury was irregular or difficult to determine, or if the employment was part time, the daily wage shall be computed by dividing the total amount the employee actually earned in such employment in the last 26 weeks, by the total number of days in which the employee actually performed any of the duties of such employment, provided further, that. For the purpose of this computation where the wage is irregular or difficult to determine or the employment part time, holiday pay and vacation pay actually received and the corresponding days for which it is paid shall be included in the total amount actually earned and the total days actually performing duties, respectively. In the case of the construction industry, mining industry, or other industry where the hours of work are affected by seasonal conditions, the weekly wage shall not be less than five times the daily wage. Where board or allowances other than tips and gratuities are made to an employee in addition to wages as a part of the wage contract they are deemed a part of earnings and computed at their value to the employee. In the case of persons performing services for municipal corporations in the case of emergency, then the normal working day shall be considered and computed as eight hours, and in cases where such services are performed gratis or without fixed compensation the daily wage of the person injured shall, for the purpose of calculating compensation payable under this chapter, be taken to be the usual going wage paid for similar services in municipalities where such services are performed by paid employees. If, at the time of injury, the employee was regularly employed by two or more employers, the employee's earnings in all such employments shall be included in the computation of daily wage.

- Sec. 2. Minnesota Statutes 1990, section 176.011, subdivision 9, is amended to read:
- Subd. 9. [EMPLOYEE.] "Employee" means any person who performs services for another for hire including the following:
 - (1) an alien;
 - (2) a minor;
- (3) a sheriff, deputy sheriff, constable, marshal, police officer, firefighter, county highway engineer, and peace officer while engaged in the enforcement of peace or in the pursuit or capture of a person charged with or suspected of crime;
- (4) a person requested or commanded to aid an officer in arresting or retaking a person who has escaped from lawful custody, or in executing legal process, in which cases, for purposes of calculating compensation under this chapter, the daily wage of the person shall be the prevailing wage for similar services performed by paid employees;
 - (5) a county assessor;
- (6) an elected or appointed official of the state, or of a county, city, town, school district, or governmental subdivision in the state. An officer of a political subdivision elected or appointed for a regular term of office, or to complete the unexpired portion of a regular term, shall be included only after the governing body of the political subdivision has adopted an ordinance or resolution to that effect;
- (7) an executive officer of a corporation, except those executive officers excluded by section 176.041;
- (8) a voluntary uncompensated worker, other than an inmate, rendering services in state institutions under the commissioners of human services and corrections similar to those of officers and employees of the institutions, and whose services have been accepted or contracted for by the commissioner of human services or corrections as authorized by law. In the event of injury or death of the worker, the daily wage of the worker, for the purpose of calculating compensation under this chapter, shall be the usual wage paid at the time of the injury or death for similar services in institutions where the services are performed by paid employees;
- (9) a voluntary uncompensated worker engaged in peace time in the civil defense program when ordered to training or other duty by

the state or any political subdivision of it. The daily wage of the worker, for the purpose of calculating compensation under this chapter, shall be the usual wage paid at the time of the injury or death for similar services performed by paid employees;

- (10) a voluntary uncompensated worker participating in a program established by a county welfare board. In the event of injury or death of the worker, the wage of the worker, for the purpose of calculating compensation under this chapter, shall be the usual wage paid in the county at the time of the injury or death for similar services performed by paid employees working a normal day and week;
- (11) a voluntary uncompensated worker accepted by the commissioner of natural resources who is rendering services as a volunteer pursuant to section 84.089. The daily wage of the worker for the purpose of calculating compensation under this chapter, shall be the usual wage paid at the time of injury or death for similar services performed by paid employees;
- (12) a voluntary uncompensated worker in the building and construction industry who renders services for joint labor-management nonprofit community service projects. The daily wage of the worker for the purpose of calculating compensation under this chapter shall be the usual wage paid at the time of injury or death for similar services performed by paid employees;
- (12) (13) a member of the military forces, as defined in section 190.05, while in state active service, as defined in section 190.05, subdivision 5a. The daily wage of the member for the purpose of calculating compensation under this chapter shall be based on the member's usual earnings in civil life. If there is no evidence of previous occupation or earning, the trier of fact shall consider the member's earnings as a member of the military forces;
- (13) (14) a voluntary uncompensated worker, accepted by the director of the Minnesota historical society, rendering services as a volunteer, pursuant to chapter 138. The daily wage of the worker, for the purposes of calculating compensation under this chapter, shall be the usual wage paid at the time of injury or death for similar services performed by paid employees;
- (14) (15) a voluntary uncompensated worker, other than a student, who renders services at the Minnesota state academy for the deaf or the Minnesota state academy for the blind, and whose services have been accepted or contracted for by the state board of education, as authorized by law. In the event of injury or death of the worker, the daily wage of the worker, for the purpose of calculating compensation under this chapter, shall be the usual wage paid at the time of the injury or death for similar services performed in institutions by paid employees;

- (15) (16) a voluntary uncompensated worker, other than a resident of the veterans home, who renders services at a Minnesota veterans home, and whose services have been accepted or contracted for by the commissioner of veterans affairs, as authorized by law. In the event of injury or death of the worker, the daily wage of the worker, for the purpose of calculating compensation under this chapter, shall be the usual wage paid at the time of the injury or death for similar services performed in institutions by paid employees;
- (16) (17) a worker who renders in-home attendant care services to a physically handicapped person, and who is paid directly by the commissioner of human services for these services, shall be an employee of the state within the meaning of this subdivision, but for no other purpose;
- (17) (18) students enrolled in and regularly attending the medical school of the University of Minnesota in the graduate school program or the postgraduate program. The students shall not be considered employees for any other purpose. In the event of the student's injury or death, the weekly wage of the student for the purpose of calculating compensation under this chapter, shall be the annualized educational stipend awarded to the student, divided by 52 weeks. The institution in which the student is enrolled shall be considered the "employer" for the limited purpose of determining responsibility for paying benefits under this chapter;
- (18) (19) a faculty member of the University of Minnesota employed for an academic year is also an employee for the period between that academic year and the succeeding academic year if:
- (a) the member has a contract or reasonable assurance of a contract from the University of Minnesota for the succeeding academic year; and
- (b) the personal injury for which compensation is sought arises out of and in the course of activities related to the faculty member's employment by the University of Minnesota;
- (19) (20) a worker who performs volunteer ambulance driver or attendant services is an employee of the political subdivision, nonprofit hospital, nonprofit corporation, or other entity for which the worker performs the services. The daily wage of the worker for the purpose of calculating compensation under this chapter shall be the usual wage paid at the time of injury or death for similar services performed by paid employees;
- (20) (21) a voluntary uncompensated worker, accepted by the commissioner of administration, rendering services as a volunteer at the department of administration. In the event of injury or death of the worker, the daily wage of the worker, for the purpose of calculating compensation under this chapter, shall be the usual

wage paid at the time of the injury or death for similar services performed in institutions by paid employees;

- (21) (22) a voluntary uncompensated worker rendering service directly to the pollution control agency. The daily wage of the worker for the purpose of calculating compensation payable under this chapter is the usual going wage paid at the time of injury or death for similar services if the services are performed by paid employees; and
- (22) (23) a voluntary uncompensated worker while volunteering services as a first responder or as a member of a law enforcement assistance organization while acting under the supervision and authority of a political subdivision. The daily wage of the worker for the purpose of calculating compensation payable under this chapter is the usual going wage paid at the time of injury or death for similar services if the services are performed by paid employees.

If it is difficult to determine the daily wage as provided in this subdivision, the trier of fact may determine the wage upon which the compensation is payable.

- Sec. 3. Minnesota Statutes 1990, section 176.011, subdivision 11a, is amended to read:
- Subd. 11a. [FAMILY FARM.] (a) "Family farm" means any farm operation which:
- (1) pays or is obligated to pay less than \$8,000 \$20,000 in cash wages, exclusive of machine hire, to farm laborers for services rendered during the preceding calendar year; and
- (2) has total liability and medical payment coverage equal to \$300,000 and \$5,000, respectively, under a farm liability insurance policy, and the policy covers injuries to farm laborers under clause (1).
- (b) For purposes of this subdivision, farm laborer does not include any spouse, parent or child, regardless of age, of a farmer employed by the farmer, or any executive officer of a family farm corporation as defined in section 500.24, subdivision 2, or any spouse, parent or child, regardless of age, of such an officer employed by that family farm corporation, or other farmers in the same community or members of their families exchanging work with the employer. Notwithstanding any law to the contrary, a farm laborer shall not be considered as an independent contractor for the purposes of this chapter; provided that a commercial baler or commercial thresher shall be considered an independent contractor.

- Sec. 4. Minnesota Statutes 1990, section 176.011, subdivision 18, is amended to read:
- Subd. 18. [WEEKLY WAGE.] "Weekly wage" is arrived at by multiplying the daily wage by the number of days and fractional days normally worked in the business of the employer for the employment involved. If the employee normally works less than five days per week or works an irregular number of days per week, the number of days normally worked shall be computed by dividing the total number of days in which the employee actually performed any of the duties of employment in the last 26 weeks by the number of weeks in which the employee actually performed such duties, provided that. For the purpose of this computation where the employee works less than five days per week or irregularly, holiday pay and vacation pay actually received and the corresponding days for which it is paid shall be included in the total amount actually earned and the total days actually performing duties, respectively. The weekly wage for part time employment during a period of seasonal or temporary layoff shall be computed on the number of days and fractional days normally worked in the business of the employer for the employment involved. If, at the time of the injury, the employee was regularly employed by two or more employers, the employee's days of work for all such employments shall be included in the computation of weekly wage. Occasional overtime is not to be considered in computing the weekly wage, but if overtime is regular or frequent throughout the year it shall be taken into consideration. The maximum weekly compensation payable to an employee, or to the employee's dependents in the event of death, shall not exceed 66 2/3 percent of the product of the daily wage times the number of days normally worked, provided that the compensation payable for permanent partial disability under section 176.101, subdivision 3, and for permanent total disability under section 176.101, subdivision 4, or death under section 176.111, shall not be computed on less than the number of hours normally worked in the employment or industry in which the injury was sustained, subject also to such maximums as are specifically otherwise provided.
- Sec. 5. Minnesota Statutes 1990, section 176.101, subdivision 1, is amended to read:

Subdivision 1. [TEMPORARY TOTAL DISABILITY.] For injury producing temporary total disability, the compensation is 66-2/3 percent of the weekly wage at the time of injury.

- (1) provided that, during the year commencing on October 1, 1979 1991, and each year thereafter, commencing on October 1,:
- (1) the maximum weekly compensation payable is the statewide average weekly wage for the period ending December 31, of the preceding year-, provided that, for injuries occurring on or after July 1, 1993, during the year commencing October 1, 1993, and each year

thereafter, the maximum weekly compensation payable is 105 percent of the statewide average weekly wage for the period ending December 31 of the preceding year; and

(2) The minimum weekly compensation benefits for temporary total disability shall be not less than 50 payable for injuries occurring on or after October 1, 1991, is 35 percent of the statewide average weekly wage for the period ending December 31 of the preceding year or the injured employee's actual weekly wage, whichever is less. In no case shall a weekly benefit be less than 20 percent of the statewide average weekly wage.

Subject to subdivisions 3a to 3u this compensation shall be paid during the period of disability, payment to be made at the intervals when the wage was payable, as nearly as may be.

- Sec. 6. Minnesota Statutes 1990, section 176.101, subdivision 2, is amended to read:
- Subd. 2. [TEMPORARY PARTIAL DISABILITY.] (a) In all cases of temporary partial disability the compensation shall be 66-2/3 percent of the difference between the weekly wage of the employee at the time of injury and the wage the employee is able to earn in the employee's partially disabled condition. This compensation shall be paid during the period of disability except as provided in this section, payment to be made at the intervals when the wage was payable, as nearly as may be, and subject to a the maximum compensation equal to the statewide average weekly wage rate for temporary total compensation.
- (b) Except as provided under subdivision 3k, temporary partial compensation may be paid only while the employee is employed, earning less than the employee's weekly wage at the time of the injury, and the reduced wage the employee is able to earn in the employee's partially disabled condition is due to the injury. Except as provided in section 176.102, subdivision 11, paragraph (b), temporary partial compensation may not be paid for more than 260 weeks or after 450 weeks after the date of injury, whichever occurs first.
- (c) Temporary partial compensation may not exceed the maximum rate for temporary total compensation and must be reduced to the extent that the wage the employee is able to earn in the employee's partially disabled condition plus the temporary partial disability payment otherwise payable under this subdivision exceeds 500 percent of the statewide average weekly wage.
- Sec. 7. Minnesota Statutes 1990, section 176.101, subdivision 3f, is amended to read:

- Subd. 3f. [LIGHT-DUTY JOB PRIOR TO THE END OF TEMPO-RARY TOTAL COMPENSATION.] (a) If the employer offers a job prior to the end of the 90-day period referred to in subdivision 3e, paragraph (a) and the job is consistent with an approved plan of rehabilitation or if no rehabilitation plan has been approved and the job is within the employee's physical limitations; or the employer procures a job for the employee with another employer which meets the requirements of this subdivision; or the employee accepts a job with another employer which meets the requirements of this subdivision, the employee's temporary total compensation shall cease. In this case the employee shall receive impairment compensation for the permanent partial disability which is ascertainable at that time. This impairment compensation shall be paid at the same rate that temporary total compensation was last paid. Upon the end of temporary total compensation under subdivision 3e, paragraph (a), the provisions of subdivision 3e or 3p apply, whichever is appropriate, and economic recovery compensation or impairment compensation is payable accordingly except that the compensation shall be offset by impairment compensation received under this subdivision.
- (b) If an employee accepts a job under paragraph (a), begins work at that job, and is subsequently unemployed at that job through no fault of the employee, that employee shall receive temporary total compensation, subject to the provisions of subdivision 3e or paragraph (a), as may be applicable. In addition, the employer who was the employer at the time of the injury shall provide rehabilitation consultation by a qualified rehabilitation consultant if the employee remains unemployed for 45 calendar days. The commissioner may waive this rehabilitation consultation if the commissioner determines that rehabilitation is unnecessary. Further rehabilitation, if considered appropriate, is subject to section 176.102.
- Sec. 8. Minnesota Statutes 1990, section 176.102, subdivision 11, is amended to read:
- Subd. 11. [RETRAINING; COMPENSATION.] (a) Retraining is limited to 156 weeks. An employee who has been approved for retraining may petition the commissioner for additional compensation not to exceed 25 percent of the compensation otherwise payable. If the commissioner or compensation judge determines that this additional compensation is warranted due to unusual or unique circumstances of the employee's retraining plan, the commissioner or compensation judge may award additional compensation in an amount the commissioner determines is appropriate, not to exceed the employee's request. This additional compensation shall cease at any time the commissioner or compensation judge determines the special circumstances are no longer present.
- (b) If the employee is not employed during a retraining plan that has been specifically approved under this section, temporary total compensation is payable for up to 90 days after the end of the

retraining plan; except that, payment during the 90-day period is subject to cessation in accordance with section 176.101. If the employee is employed during the retraining plan but earning less than at the time of injury, temporary partial compensation is payable at the rate of 66-2/3 percent of the difference between the employee's weekly wage at the time of injury and the weekly wage the employee is able to earn in the employee's partially disabled condition, subject to the maximum rate for temporary total compensation. Temporary partial compensation is not subject to the 260-week or 450-week limitations provided by section 176.101, subdivision 2, during the retraining plan, but is subject to those limitations before and after the plan.

Sec. 9. Minnesota Statutes 1990, section 176.111, subdivision 18, is amended to read:

Subd. 18. [BURIAL EXPENSE.] In all cases where death results to an employee from a personal injury arising out of and in the course of employment, the employer shall pay the expense of burial, not exceeding in amount \$2,500 \$7,500. In case any dispute arises as to the reasonable value of the services rendered in connection with the burial, its reasonable value shall be determined and approved by the commissioner, a compensation judge, or workers' compensation court of appeals, in cases upon appeal, before payment, after reasonable notice to interested parties as is required by the commissioner. If the deceased leaves no dependents, no compensation is payable, except as provided by this chapter.

Sec. 10. Minnesota Statutes 1990, section 176.645, subdivision 1, is amended to read:

Subdivision 1. [AMOUNT.] For injuries occurring after October 1. 1975 for which benefits are payable under section 176.101, subdivisions 1, 2 and 4, and section 176.111, subdivision 5, the total benefits due the employee or any dependents shall be adjusted in accordance with this section. On October 1, 1981, and thereafter on the anniversary of the date of the employee's injury the total benefits due shall be adjusted by multiplying the total benefits due prior to each adjustment by a fraction, the denominator of which is the statewide average weekly wage for December 31, of the year two years previous to the adjustment and the numerator of which is the statewide average weekly wage for December 31, of the year previous to the adjustment. For injuries occurring after October 1, 1975, all adjustments provided for in this section shall be included in computing any benefit due under this section. Any limitations of amounts due for daily or weekly compensation under this chapter shall not apply to adjustments made under this section. No adjustment increase made on or after October 1, 1977 or thereafter but prior to October 1, 1991, under this section shall exceed six percent a year-; in those instances where the adjustment under the formula of this section would exceed this maximum, the increase shall be

deemed to be six percent. No adjustment increase made on October 1, 1991, or thereafter under this section shall exceed four percent a year; in those instances where the adjustment under the formula of this section would exceed this maximum, the increase shall be deemed to be four percent.

Sec. 11. Minnesota Statutes 1990, section 176.645, subdivision 2, is amended to read:

Subd. 2. [TIME OF FIRST ADJUSTMENT.] For injuries occurring on or after October 1, 1981, the initial adjustment made pursuant to subdivision 1 shall be is deferred until the first anniversary of the date of the injury. For injuries occurring on or after October 1, 1991, the initial adjustment under subdivision 1 is deferred until the second anniversary of the date of injury.

Sec. 12. [EFFECTIVE DATE.]

This article is effective October 1, 1991.

ARTICLE 2

MEDICAL AND REHABILITATION

Section 1. Minnesota Statutes 1990, section 176.102, subdivision 1, is amended to read:

Subdivision 1. [SCOPE.] (a) This section only applies to vocational rehabilitation of injured employees and their spouses as provided under subdivision 1a. Physical rehabilitation of injured employees is considered treatment subject to section 176.135.

- (b) Rehabilitation is intended to restore the injured employee, through physical and vocational rehabilitation, so the employee may return to a job related to the employee's former employment or to a job in another work area which produces an economic status as close as possible to that the employee would have enjoyed without disability. Rehabilitation to a job with a higher economic status than would have occurred without disability is permitted if it can be demonstrated that this rehabilitation is necessary to increase the likelihood of reemployment. Economic status is to be measured not only by opportunity for immediate income but also by opportunity for future income.
- Sec. 2. Minnesota Statutes 1990, section 176.102, subdivision 1a, is amended to read:
- Subd. 1a. [SURVIVING SPOUSE.] Upon the request of a qualified dependent surviving spouse, rehabilitation services shall be provided through the rehabilitation services section of the workers'

compensation division. For the purposes of this subdivision a qualified dependent surviving spouse is a dependent surviving spouse, as determined under section 176.111, who is in need of rehabilitation assistance to become self-supporting. A spouse who is provided rehabilitation services under this subdivision is not entitled to compensation under subdivision 11 only if the commissioner or a compensation judge determines retraining is necessary to ensure that when benefits under section 176.111 cease, the surviving spouse is able to be self-supporting and will not become a recipient of a public assistance program administered by the state.

- Sec. 3. Minnesota Statutes 1990, section 176.102, subdivision 2, is amended to read:
- Subd. 2. [ADMINISTRATORS.] The commissioner shall hire a director of rehabilitation services in the classified service. The commissioner shall monitor and supervise rehabilitation services, including, but not limited to, making determinations regarding the selection and delivery of rehabilitation services and the criteria used to approve qualified rehabilitation consultants and rehabilitation vendors. The commissioner may also make determinations regarding fees for rehabilitation services and shall by rule, subject to chapter 14, establish a fee schedule or otherwise limit fees charged by qualified rehabilitation consultants and vendors. The commissioner may hire qualified personnel to assist in the commissioner's duties under this section and may delegate the duties and performance.
- Sec. 4. Minnesota Statutes 1990, section 176.102, subdivision 3, is amended to read:
- Subd. 3. [REVIEW PANEL.] There is created a rehabilitation review panel composed of the commissioner or a designee, who shall serve as an ex officio member, and two three members each from who shall represent both employers, and insurers, rehabilitation, and medicine, one member representing chiropractors, and four one member representing medical doctors, three members representing labor, two members representing rehabilitation vendors, and five members representing qualified rehabilitation consultants. The members shall be appointed by the commissioner and shall serve four-year terms which may be renewed. Compensation for members shall be governed by section 15.0575. The panel shall select a chair. The panel shall review and make a determination with respect to appeals from orders of the commissioner regarding certification approval of qualified rehabilitation consultants and vendors. The hearings are de novo and initiated by the panel under the contested case procedures of chapter 14, and are appealable to the workers' compensation court of appeals in the manner provided by section 176.421.

Sec. 5. Minnesota Statutes 1990, section 176.102, subdivision 3a, is amended to read:

Subd. 3a. [DISCIPLINARY ACTIONS.] The panel has authority to discipline qualified rehabilitation consultants and vendors and may impose a penalty of up to \$1,000 per violation, and may suspend or revoke certification. Complaints against registered qualified rehabilitation consultants and vendors shall be made to the commissioner who shall investigate all complaints. If the investigation indicates a violation of this chapter or rules adopted under this chapter, the commissioner may initiate a contested case proceeding under the provisions of chapter 14. In these cases, the rehabilitation review panel shall make the final decision following receipt of the report of an administrative law judge. The decision of the panel is appealable to the workers' compensation court of appeals in the manner provided by section 176.421. The panel shall continuously study rehabilitation services and delivery, develop and recommend rehabilitation rules to the commissioner, and assist the commissioner in accomplishing public education.

The commissioner may appoint alternates for one-year terms to serve as a member when a member is unavailable. The number of alternates shall not exceed one labor member, one employer or insurer member, and one member representing medicine, chiropractic, or rehabilitation.

Sec. 6. Minnesota Statutes 1990, section 176.102, subdivision 4, is amended to read:

Subd. 4. [REHABILITATION PLAN; DEVELOPMENT.] (a) An employer or insurer shall provide rehabilitation consultation by a qualified rehabilitation consultant or by another person permitted by rule to provide consultation to an injured employee within five days after the employee has 60 days of lost work time due to the personal injury, except as otherwise provided in this subdivision. Where an employee has incurred an injury to the back, the consultation shall be made within five days after the employee has 30 days of lost work time due to the injury. The lost work time in either case may be intermittent lost work time. If an employer or insurer has medical information at any time prior to the time specified in this subdivision that the employee will be unable to return to the job the employee held at the time of the injury rehabilitation consultation shall be provided immediately after receipt of this information.

For purposes of this section "lost work time" means only those days during which the employee would actually be working but for the injury. In the case of the construction industry, mining industry, or other industry where the hours and days of work are affected by seasonal conditions, "lost work time" shall be computed by using the normal schedule worked when employees are working full time. A rehabilitation consultation must be provided by the employer to an

injured employee upon request of the employee, the employer, or the commissioner. If a rehabilitation consultation is requested, the employer shall provide a qualified rehabilitation consultant. If the injured employee objects to the employer's selection, the employee may select a qualified rehabilitation consultant of the employee's own choosing within 30 days following the first in-person contact between the employee and the original qualified rehabilitation consultant. If the consultation indicates that rehabilitation services are appropriate under subdivision 1, the employer shall provide the services. If the consultation indicates that rehabilitation services are not appropriate under subdivision 1, the employer shall notify the employee of this determination within seven days after the consultation.

- (b) In order to assist the commissioner in determining whether or not to request rehabilitation consultation for an injured employee, an employer shall notify the commissioner whenever the employee's temporary total disability will likely exceed 13 weeks. The notification must be made within 90 days from the date of the injury or when the likelihood of at least a 13-week disability can be determined, whichever is earlier, and must include a current physician's report. The employer or insurer must notify the employee by certified mail of the right to rehabilitation consultation services within 90 days after the injury if the employee has not returned to work. The commissioner shall impose a reasonable fine on an employer or insurer that fails to notify the employee under this section.
- (c) The qualified rehabilitation consultant appointed by the employer or insurer shall disclose in writing at the first meeting or written communication with the employee any ownership interest or affiliation between the firm which employs the qualified rehabilitation consultant and the employer, insurer, adjusting or servicing company, including the nature and extent of the affiliation or interest. The consultant shall also disclose to all parties any affiliation, business referral or other arrangement between the consultant or the firm employing the consultant and any other party to, attorney, or health care provider involved in the case, including any attorneys, dectors, or chiropractors.

If the employee objects to the employer's selection of a qualified rehabilitation consultant, the employee shall notify the employer and the commissioner in writing of the objection. The notification shall include the name, address, and telephone number of the qualified rehabilitation consultant chosen by the employee to provide rehabilitation consultation.

(d) After the initial provision or selection of a qualified rehabilitation consultant as provided under paragraph (a), the employee may choose a different qualified rehabilitation consultant as fellows:

- (1) once during the first 60 30 days following the first in person contact between the employee and the original consultant;
 - (2) once after the 60 day period referred to in clause (1); and
- (3) subsequent requests receipt by the employee of the rehabilitation plan developed under paragraph (e). Thereafter, the employee may request a different qualified rehabilitation consultant which shall be determined granted or denied by the commissioner or compensation judge according to the best interests of the parties.
- (e) The employee and employer shall enter into a program if one is prescribed in develop a rehabilitation plan within 30 days of the rehabilitation consultation if the qualified rehabilitation consultant determines that rehabilitation is appropriate. A copy of the plan, including a target date for return to work, shall be submitted to the commissioner within 30 days after the plan has been developed.
- (b) (f) If the employer does not provide rehabilitation consultation, or the employee does not select a qualified rehabilitation consultant, as required by this section provided in paragraph (a), the commissioner or compensation judge shall notify the employer that if the employer fails to appoint provide, or the employee fails to select, whichever is applicable, a qualified rehabilitation consultant or other persons as permitted by clause (a) within 15 days to conduct a rehabilitation consultation, the commissioner or compensation judge shall appoint a qualified rehabilitation consultant to provide the consultation at the expense of the employer unless the commissioner or compensation judge determines the consultation is not required.
- (e) (g) In developing a rehabilitation plan consideration shall be given to the employee's qualifications, including but not limited to age, education, previous work history, interest, transferable skills, and present and future labor market conditions.
- (d) (h) The commissioner or compensation judge may waive rehabilitation services under this section if the commissioner or compensation judge is satisfied that the employee will return to work in the near future or that rehabilitation services will not be useful in returning an employee to work.
- Sec. 7. Minnesota Statutes 1990, section 176.102, subdivision 6, is amended to read:
- Subd. 6. [PLAN, ELIGIBILITY FOR REHABILITATION, AP-PROVAL AND APPEAL.] The commissioner or a compensation judge shall determine eligibility for rehabilitation services and shall review, approve, modify, or reject rehabilitation plans developed under subdivision 4. The commissioner or a compensation judge

shall also make determinations regarding rehabilitation issues not necessarily part of a plan including, but not limited to, determinations regarding whether an employee is eligible for further rehabilitation and the benefits under subdivisions 9 and 11 to which an employee is entitled. A plan that is not completed within six months or after \$5,000 has been paid in rehabilitation benefits shall be specifically monitored by the commissioner. The commissioner shall review the progress of the plan and may take actions including, but not limited to, redirecting, amending, suspending, or terminating the plan. Activity under the plan shall not be discontinued solely because the plan is under review by the commissioner.

- Sec. 8. Minnesota Statutes 1990, section 176.102, subdivision 9, is amended to read:
- Subd. 9. [PLAN, COSTS.] An employer is liable for the following rehabilitation expenses under this section:
 - (a) Cost of rehabilitation evaluation and preparation of a plan;
- (b) Cost of all rehabilitation services and supplies necessary for implementation of the plan;
- (c) Reasonable cost of tuition, books, travel, and custodial day care; and, in addition, reasonable costs of board and lodging when rehabilitation requires residence away from the employee's customary residence;
- (d) Reasonable costs of travel and custodial day care during the job interview process:
- (e) Reasonable cost for moving expenses of the employee and family if a job is found in a geographic area beyond reasonable commuting distance after a diligent search within the present community. Relocation shall not be paid more than once during any rehabilitation program, and relocation shall not be required if the new job is located within the same standard metropolitan statistical area as the employee's job at the time of injury. An employee shall not be required to relocate and a refusal to relocate shall not result in a suspension or termination of compensation under this chapter; and
 - (f) Any other expense agreed to be paid.

Charges for services provided by a rehabilitation consultant or vendor must be submitted on a billing form prescribed by the commissioner. No payment for the services may be made until the charges are submitted on the prescribed form.

Sec. 9. Minnesota Statutes 1990, section 176.106, is amended by adding a subdivision to read:

Subd. 10. [LOCATION OF CONFERENCE.] If personal attendance is required to fully determine issues, all conferences shall be held within 150 miles of the residence of the employee unless the issues do not relate to a dispute with the employee. In the discretion of the workers' compensation division a telephone conference may be ordered.

Sec. 10. Minnesota Statutes 1990, section 176.135, subdivision 1, is amended to read:

Subdivision 1. [MEDICAL, PSYCHOLOGICAL, CHIROPRAC-TIC, PODIATRIC, SURGICAL, HOSPITAL.] (a) The employer shall furnish any medical, psychological, chiropractic, podiatric, surgical and hospital treatment, including nursing, foreign language translation services, medicines, medical, chiropractic, podiatric, and surgical supplies, crutches and apparatus, including artificial members, or, at the option of the employee, if the employer has not filed notice as hereinafter provided, Christian Science treatment in lieu of medical treatment, chiropractic medicine and medical supplies, as may reasonably be required at the time of the injury and any time thereafter to cure and relieve from the effects of the injury. This treatment shall include treatments necessary to physical rehabilitation. Except in an emergency or unless authorized by a compensation judge or the commissioner, treatment under this section must be provided by a health care provider certified by the commissioner and in accordance with standards under section 176.1351, subdivision 6. An employee may receive compensable medical treatment from a health care provider who is not certified under section 176.1351 if the provider maintains the employee's medical records and has a documented history of treatment with the employee; provided that the health care provider agrees to refer the injured employee to a certified managed care provider for any specialized treatment, including physical therapy, to be furnished by another provider that the employee may require, and provided that the health care provider agrees to comply with all the rules regarding service performed by certified managed care providers adopted by the commissioner. A provider who is not eligible for certification may provide treatment only under the direction of or upon referral from a certified provider and in accordance with section 176.1351, subdivision 6.

- (b) The employer shall pay for the reasonable value of nursing services provided by a member of the employee's family in cases of permanent total disability.
- (c) Exposure to rabies is an injury and an employer shall furnish preventative treatment to employees exposed to rabies.

- (d) The employer shall furnish replacement or repair for artificial members, glasses, or spectacles, artificial eyes, podiatric orthotics, dental bridge work, dentures or artificial teeth, hearing aids, canes, crutches, or wheel chairs damaged by reason of an injury arising out of and in the course of the employment. In case of the employer's inability or refusal seasonably to do so provide the items required to be provided under this section, the employer is liable for the reasonable expense incurred by or on behalf of the employee in providing the same, including costs of copies of any medical records or medical reports that are in existence, obtained from health care providers, and that directly relate to the items for which payment is sought under this chapter, limited to the charges allowed by subdivision 7, and attorney fees incurred by the employee. No action to recover the cost of copies may be brought until the commissioner adopts a schedule of reasonable charges under subdivision 7. Attorney's fees shall be determined on an hourly basis according to the criteria in section 176.081, subdivision 5. The employer shall pay for the reasonable value of nursing services by a member of the employee's family in cases of permanent total disability.
- (b) (e) Both the commissioner and the compensation judges have authority to make determinations under this section in accordance with sections 176.106 and 176.305.
- Sec. 11. Minnesota Statutes 1990, section 176.135, subdivision 6, is amended to read:
- Subd. 6. [COMMENCEMENT OF PAYMENT.] As soon as reasonably possible, and no later than 30 calendar days after receiving the bill, the employer or insurer shall pay the charge or any portion of the charge which is not denied, or deny all or a part of the charge on the basis of excessiveness or noncompensability, or specify the additional data needed, with written notification to the employee and the provider- explaining the basis for denial. All or part of a charge must be denied if any of the following conditions exist:
 - (1) the injury or condition is not compensable under this chapter;
- (2) the charge or service is excessive under this section or section 176.136;
- (3) the provider is not enrolled with or certified by the department in accordance with rules adopted under section 176.183;
 - (4) the charges are not submitted on the prescribed billing form; or
- (5) additional medical records or reports are required under subdivision 7 to substantiate the nature of the charge and its relationship to the work injury.

If payment is denied under clause (3), (4), or (5), the employer or insurer shall reconsider the charges in accordance with this subdivision within 30 calendar days after receiving additional medical data, a prescribed billing form, or documentation of enrollment or certification as a provider.

Sec. 12. Minnesota Statutes 1990, section 176.135, subdivision 7, is amended to read:

Subd. 7. [MEDICAL BILLS AND RECORDS.] Health care providers shall submit to the insurer an itemized statement of charges on a billing form prescribed by the commissioner. Health care providers other than hospitals shall also submit copies of medical records or reports that substantiate the nature of the charge and its relationship to the work injury, provided, however, that hospitals must submit any copies of records or reports requested under subdivision 6. Health care providers may charge for copies of any records or reports that are in existence and directly relate to the items for which payment is sought under this chapter. Charges for copies provided under this subdivision shall be reasonable. The commissioner shall adopt a schedule of reasonable charges by emergency rules rule.

A health care provider shall not collect, attempt to collect, refer a bill for collection, or commence an action for collection against the employee, employer, or any other party until the information required by this section has been furnished.

Sec. 13. [176.1351] [MANAGED CARE.]

Subdivision 1. [DEFINITION.] Managed care is medical service rendered or coordinated by a health care provider certified by the commissioner to treat injured employees in accordance with standards, procedures, and fees developed by the commissioner under this chapter.

Subd. 2. [ELIGIBILITY.] The commissioner shall develop a network of managed care providers. All health care providers as defined in section 176.011, subdivision 24, and other business entities are eligible for certification and must make written application to the commissioner to become certified to provide managed care to injured employees for injuries and diseases compensable under this chapter. Notwithstanding any other law regulating access to patient care, providers who are not health care providers as defined in section 176.011, subdivision 24, may provide services for those injuries or diseases only under the direction of or upon referral from a certified provider.

After the rules for provider certification have been adopted and are effective, a provider must be certified in accordance with this section, or, if ineligible for certification, must provide services under

the direction of or upon referral from a certified provider in order to receive payment for services rendered under section 176.135. A provider not in compliance with this section may not receive payment or attempt to collect from any source, including the employee, any insurer or self-insured employer, the special compensation fund, or any government program, except that retroactive certification may be permitted pursuant to guidelines established by rule, for up to one year after the service was provided unless otherwise ordered by the commissioner or compensation judge. A list of currently certified providers must be given to all self-insured employers and insurers. The list must be made available to others upon request. Employers shall post in a place easily visible to employees a list of certified health care providers in the area.

- Subd. 3. [APPLICATION.] Each application for certification shall be accompanied by a reasonable fee determined by the commissioner to be sufficient to cover the cost of certification. The fee shall be deposited in the special compensation fund. A certificate is valid for the period the commissioner prescribes unless revoked or suspended. The application for certification must be made in the form and manner and set forth information the commissioner may prescribe. The application shall include, but not be limited to:
- (a) the name of the health care provider who will provide services, together with appropriate evidence of compliance with any licensing, registration, or certification requirements for the provider to practice in this state;
- (b) a description of the place and nature of the medical service to be provided;
- (c) a signed acknowledgment form approved by the commissioner that the provider is familiar with and will comply with workers' compensation rules and laws pertaining to the services provided; and
- (d) satisfactory evidence of the ability to comply with any requirements in subdivision 4 that the commissioner may prescribe.
- Subd. 4. [CERTIFICATION.] Upon receipt of an application that meets the requirements of subdivision 3, the commissioner shall certify the health care provider within 30 days unless the commissioner by rule requires additional conditions for certification, which may include but are not limited to, whether the provider:
- (a) proposes to provide services that meet quality, continuity, or other treatment or procedural standards required by the commissioner or this chapter;
 - (b) proposes to provide services in cooperation with employees,

- employers, insurers, and rehabilitation providers to promote work-place health and safety and expedite return to work for injured employees;
- (c) provides a timely and accurate method of reporting information prescribed by the commissioner about medical and health care services cost and utilization; and
- (d) complies with any other requirement the commissioner determines is necessary to provide quality cost-effective medical services and health care to injured employees.
- Subd. 5. [REVOCATION, SUSPENSION, AND REFUSAL TO CERTIFY.] If the commissioner refuses to certify a health care provider or determines certification should be revoked or suspended for a violation of this chapter or rules adopted under this chapter, and the provider disagrees with the commissioner's determination, the provider may appeal to the medical services review board for a hearing with the procedure and right to appeal provided by section 176.103, subdivision 3, paragraph (b). The commissioner may report professional misconduct to an appropriate licensing board.
- Subd. 6. [REVIEW.] The commissioner, in consultation with the medical services review board, shall develop utilization review and quality assurance procedures and standards that shall be applied by self-insured employers, insurers, the commissioner, and compensation judges in determining compensability of a medical service under this chapter. These standards and procedures must balance the need for medical cost containment with the need for quality medical care and must be based on accepted medical standards. The commissioner may adopt these standards and procedures by rule.
- Subd. 7. [DATA PRIVACY.] Data generated by utilization review or quality assurance activities pursuant to this section including written reports, notes, or records, shall be private and shall not be disclosed or used in any action, suit, or proceeding except in the administration of this chapter.
- Subd. 8. [PRIVILEGED COMMUNICATIONS.] A person participating in utilization review or quality assurance activities pursuant to this section shall not be examined about any communication made in the course of the activities or the findings, except in the administration of this chapter, nor shall any person be subject to an action for civil damages for affirmative actions taken or statements made in good faith.
- Subd. 9. [MEDICAL RECORDS CONFIDENTIALITY.] This section shall not affect the confidentiality or admission in evidence of a claimant's medical treatment records.

Subd. 10. [RULES.] In addition to rules required by subdivision 6, the commissioner may consult with the commissioners of the department of health, department of commerce, and department of human services, and shall adopt rules necessary to carry out this section. The commissioners of the departments of health, commerce, and human services shall cooperate and consult with the commissioner upon request of the commissioner. The commissioner may contract with any person or organization to assist in the development of standards, procedures, or rules required or authorized by this section.

Sec. 14. Minnesota Statutes 1990, section 176.136, subdivision 1, is amended to read:

Subdivision 1. [SCHEDULE.] (a) The commissioner shall by rule establish procedures for determining whether or not the charge for a health service is excessive. In order to accomplish this purpose, the commissioner shall consult with insurers, associations and organizations representing the medical and other providers of treatment services and other appropriate groups.

(b) The procedures established by the commissioner shall must limit, in accordance with subdivisions 1a and 1b, the charges allowable for medical, chiropractic, podiatric, surgical, hospital and other health care provider treatment or services, as defined and compensable under section 176.135, based upon billings for each class of health care provider during all of the calendar year preceding the year in which the determination is made of the amount to be paid the health care provider for the billing. The procedures established by the commissioner for determining whether or not the charge for a health service is excessive shall must be structured to encourage providers to develop and deliver services for rehabilitation of injured workers. The procedures shall must incorporate the provisions of sections 144.701, 144.702, and 144.703 to the extent that the commissioner finds that these provisions effectively accomplish the intent of this section or are otherwise necessary to insure that quality hospital care is available to injured employees.

Sec. 15. Minnesota Statutes 1990, section 176.136, is amended by adding a subdivision to read:

Subd. 1a. [RELATIVE VALUE FEE SCHEDULE.] The liability of an employer for services included in the medical fee schedule is limited to the maximum fee allowed by the schedule in effect on the date of the medical service, or the provider's actual fee, whichever is lower. The medical fee schedule effective on October 1, 1990, shall remain in effect until the commissioner adopts a new schedule by permanent rule, but may remain in effect no later than June 1, 1993. The commissioner shall adopt permanent rules regulating fees allowable for medical, chiropractic, podiatric, surgical, hospital,

and other health care provider treatment or services by implementing a relative value fee schedule to be effective on October 1, 1992, or as soon thereafter as possible. The schedule shall not apply to fees regulated by subdivision 1b. The conversion factors for the relative value fee schedule must reasonably reflect a 15 percent overall reduction from 1991 charges, based on a sample of the most common services billed in the first three months of 1991 that is large enough to be statistically valid.

After permanent rules have been adopted to implement this section, the conversion factors must be adjusted annually on October 1, by the percentage change in the statewide average weekly wage, as set forth and limited under section 176.645, subdivision 1. The commissioner shall annually give notice in the State Register of the adjusted conversion factors. This notice shall be in lieu of the requirements of chapter 14.

- Sec. 16. Minnesota Statutes 1990, section 176.136, is amended by adding a subdivision to read:
- Subd. 1b. [LIMITATION OF LIABILITY.] (a) The liability of the employer for treatment, articles, and supplies provided to an employee while an inpatient at a small hospital shall be the hospital's usual and customary charge, unless the charge is determined by the commissioner or a compensation judge to be unreasonably excessive. A "small hospital," for purposes of this paragraph, is a hospital which has 50 or fewer licensed beds, including the licensed beds of all other hospitals owned in common with or otherwise affiliated with it.
- (b) The liability of the employer for the treatment, articles, and supplies that are not limited by subdivision 1a or paragraph (a) shall be limited to 80 percent of the provider's usual and customary charge, or 80 percent of the prevailing charges for similar treatment, articles, and supplies furnished to an injured person when paid for by the injured person, whichever is less. On this basis, the commissioner or compensation judge may determine the reasonable value of all treatment, services, and supplies, and the liability to the employer is limited to that amount.
- Sec. 17. Minnesota Statutes 1990, section 176.136, subdivision 2, is amended to read:
- Subd. 2. [EXCESSIVE FEES.] (a) If the employer or insurer determines that the charge for a health service or medical service is excessive, no payment in excess of the reasonable charge for that service shall be made under this chapter nor may the A provider, including a hospital, may not collect or attempt to collect from the injured employee or any other insurer or government amounts in excess of the amount payable any charge or portion of a charge that is excessive under this chapter unless the commissioner, compensa-

tion judge, or court of appeals determines otherwise. In such a case, the health care provider may initiate an action under this chapter for recovery of the amounts deemed excessive by the employer or insurer, but the employer or insurer shall have the burden of proving excessiveness.

- (b) A charge for a health service or medical service is excessive if it is:
- (1) in excess of the maximum permissible charge pursuant to this section or section 176.135;
- (2) for a service provided at a level, duration, or frequency that is excessive, based upon accepted medical standards for quality health care and accepted rehabilitation standards;
- (3) for a service that is outside the scope of practice of the particular provider or is not generally recognized within the particular profession of the provider as of therapeutic value for the specific injury or condition treated; or
- (4) otherwise considered excessive or inappropriate pursuant to rules adopted under this chapter.
- (c) Where the sole issue in dispute is whether medical fees are excessive, the only parties to the proceeding shall be the health care provider and employer or insurer. The rights of an employee are not affected by a determination under this subdivision.
- Sec. 18. Minnesota Statutes 1990, section 176.155, subdivision 1, is amended to read:

Subdivision 1. [EMPLOYER'S PHYSICIAN.] The injured employee must submit to examination by the employer's physician, if requested by the employer, and at reasonable times thereafter upon the employer's request. The examination must be scheduled at a location within 150 miles of the employee's residence unless the employer can show cause to the department to order an examination at a location further from the employee's residence. The employee is entitled upon request to have a personal physician present at any such examination. Each party shall defray the cost of that party's physician. Any report or written statement made by the employer's physician as a result of an examination of the employee, regardless of whether the examination preceded the injury or was made subsequent to the injury, shall be made available, upon request and without charge, to the injured employee or representative of the employee. The employer shall pay reasonable travel expenses incurred by the employee in attending the examination including mileage, parking, and, if necessary, lodging and meals. The employer shall also pay the employee for any lost wages resulting from

attendance at the examination. A self-insured employer or insurer who is served with a claim petition pursuant to section 176.271, subdivision 1, or 176.291, shall schedule any necessary examinations of the employee, if an examination by the employer's physician or health care provider is necessary to evaluate benefits claimed. The examination shall be completed and the report of the examination shall be served on the employee and filed with the commissioner within 120 days of service of the claim petition.

No evidence relating to the examination or report shall be received or considered by the commissioner, a compensation judge, or the court of appeals in determining any issues unless the report has been served and filed as required by this section, unless a written extension has been granted by the commissioner or compensation judge. The commissioner or a compensation judge shall extend the time for completing the adverse examination and filing the report upon good cause shown. The extension must not be for the purpose of delay and the insurer must make a good faith effort to comply with this subdivision. Good cause shall include but is not limited to:

- (1) that the extension is necessary because of the limited number of physicians or health care providers available with expertise in the particular injury or disease, or that the extension is necessary due to the complexity of the medical issues, or
- (2) that the extension is necessary to gather additional information which was not included on the petition as required by section 176.291.
- Sec. 19. Minnesota Statutes 1990, section 176.155, is amended by adding a subdivision to read:
- Subd. 2a. [EXAMINATION FEES.] The commissioner, after consultation with the medical services review board, shall adopt rules establishing a single fee schedule for examinations under this section.
- Sec. 20. Minnesota Statutes 1990, section 176.83, subdivision 5, is amended to read:
- Subd. 5. [EXCESSIVE MEDICAL SERVICES.] In consultation with the medical services review board or the rehabilitation review panel, rules establishing standards and procedures for determining whether a provider of health care services and rehabilitation services, including a provider of medical, chiropractic, podiatric, surgical, hospital or other services, is performing procedures or providing services at a level or with a frequency that is excessive, based upon accepted medical standards for quality health care and accepted rehabilitation standards.

If it is determined by the payer that the level, frequency or cost of a procedure or service of a provider is excessive according to the standards established by the rules, the provider shall not be paid for the excessive procedure, service, or cost by an insurer, self-insurer, or group self-insurer, and the provider shall not be reimbursed or attempt to collect reimbursement for the excessive procedure, service, or cost from any other source, including the employee, another insurer, the special compensation fund; or any government program unless the commissioner or compensation judge determines at a hearing or administrative conference that the level, frequency, or cost was not excessive in which case the insurer, self-insurer, or group self-insurer shall make the payment deemed reasonable.

A health or rehabilitation provider who is determined by the rehabilitation review panel or medical services review board, after hearing, to be consistently performing procedures or providing services at an excessive level or cost may be prohibited from receiving any further reimbursement for procedures or services provided under this chapter. A prohibition imposed on a provider under this subdivision may be grounds for revocation or suspension of the provider's license or certificate of registration to provide health care or rehabilitation service in Minnesota by the appropriate licensing or certifying body.

The rules adopted under this subdivision shall require insurers, self-insurers, and group self-insurers to report medical and other data necessary to implement the procedures required by this clause.

- Sec. 21. Minnesota Statutes 1990, section 176.83, is amended by adding a subdivision to read:
- Subd. 5a. [REPORTING.] Rules requiring insurers, self-insurers, and group self-insurers to report medical and other data necessary to implement the procedures required by this chapter.
- Sec. 22. Minnesota Statutes 1990, section 176.83, subdivision 6, is amended to read:
- Subd. 6. [CERTIFICATION OR ENROLLMENT OF MEDICAL PROVIDERS.] Rules establishing procedures and standards for the certification or enrollment of physicians, chiropractors, osteopaths, podiatrists, and other health care providers, which may include other business entities providing health care services, in order to assure the coordination of treatment, rehabilitation, and other services and requirements of chapter 176 for carrying out the purposes and intent of this chapter.

After the rules for provider enrollment have been promulgated, a provider must be enrolled in accordance with the rules to receive payment for services rendered under section 176.135. An unenrolled provider may not receive payment or attempt to collect from any

source, including the employee, any insurer or self-insured employer, the special compensation fund, or any government program. Retroactive enrollment must be permitted pursuant to guidelines established by rule. The rules must provide an exception to the enrollment requirement in the case of the provision of emergency medical treatment. A list of currently enrolled providers must be given to all self-insured employers and insurers. The list must be made available to others upon request.

Sec. 23. [REPEALER.]

Minnesota Statutes 1990, section 176.136, subdivision 5, is repealed.

Sec. 24. [EFFECTIVE DATE.]

Sections 1 to 12 and 14 to 23 are effective October 1, 1991. Section 13 is effective July 1, 1992, except that the authority to adopt rules granted by subdivisions 6 and 10 is effective the day following final enactment.

ARTICLE 3 INSURANCE

Section 1. Minnesota Statutes 1990, section 79.252, is amended by adding a subdivision to read:

Subd. 6. [COVERAGE OUTSIDE STATE.] Policies issued by the assigned risk plan pursuant to this chapter may also provide workers' compensation coverage required under the laws of states other than Minnesota, including coverages commonly known as "all states coverage." The commissioner, on behalf of the assigned risk plan, may apply for and obtain any licensure required in any other state to issue that coverage.

Sec. 2. Minnesota Statutes 1990, section 176.185, subdivision 1, is amended to read:

Subdivision 1. [NOTICE OF COVERAGE, TERMINATION, CANCELLATION.] (a) Within ten days after the issuance of a policy of insurance covering the liability to pay compensation under this chapter written by an insurer licensed to insure such liability in this state, the insurer shall file notice of coverage with the commissioner under rules and on forms prescribed by the commissioner. No policy shall be canceled by the insurer within the policy period nor terminated upon its expiration date until a notice in writing is delivered or mailed to the insured and filed with the commissioner, fixing the date on which it is proposed to cancel it, or declaring that the insurer does not intend to renew the policy upon the expiration

date. A cancellation or termination is not effective until 30 days after written notice has been filed with the commissioner in a manner prescribed by the commissioner unless prior to the expiration of the 30-day period the employer obtains other insurance coverage or an order exempting the employer from carrying insurance as provided in section 176.181. Upon receipt of the notice, the commissioner shall notify the insured that the insured must obtain coverage from some other licensed carrier and that, if unable to do so, the insured shall request the commissioner of commerce to require the issuance of a policy as provided in section 79.251, subdivision 4. Upon a cancellation or termination of a policy by the insurer, the employer is entitled to be assigned a policy in accordance with sections 79.251 and 79.252.

- (b) Notice of cancellation or termination by the insured shall be served upon the insurer by written statement mailed or delivered to the insurer. Upon receipt of the notice, the insurer shall notify the commissioner of the cancellation or termination and the commissioner shall ask the employer for the reasons for the cancellation or termination and notify the employer of the duty under this chapter to insure the employer's employees.
- (c) In addition to the requirements under paragraphs (a) and (b), with respect to any trucker employer in classification 7219, 7230, 7231, or 7360, or 8293 pursuant to the classification plan required to be filed under section 79.61, if the insurer or its agent has delivered or mailed a written certificate of insurance certifying that a policy in the name of a trucker employer under this paragraph is in force, then the insurer or its agent shall also deliver or mail written notice of any midterm cancellation to the trucker employer recipient of the certificate of insurance at the address listed on the certificate. If an insurer or its agent fails to mail or deliver notice of any midterm cancellation of the trucker employer's policy to the trucker employer recipient of the certificate of insurance, then the special compensation fund shall indemnify and hold harmless the recipient from any award of benefits or other damages under this chapter resulting from the failure to give notice.
- Sec. 3. Minnesota Statutes 1990, section 176A.03, is amended by adding a subdivision to read:
- Subd. 3. [COVERAGE OUTSIDE STATE.] Policies issued by the fund pursuant to this chapter may also provide workers' compensation coverage required under the laws of states other than Minnesota, including coverages commonly known as "all states coverage." The fund may apply for and obtain any licensure required in any other state in order to issue such coverage.

Sec. 4. [MANDATED REDUCTIONS.]

(a) As a result of the workers' compensation law changes in this

act and the resulting savings to the costs of Minnesota's workers' compensation system, an insurer's approved schedule of rates in effect on October 1, 1991, must be reduced by 12 percent and applied by the insurer to all policies issued, renewed, or outstanding on or after that date. An insurer may not adjust its filed rating plan to recoup the 12 percent mandated rate reduction under this section. The reduction must be computed on the basis of a 12 percent premium reduction prorated from October 1, 1991, to the expiration of that policy. An insurer shall provide written notice by January 1, 1992, to all employers having an outstanding policy with the insurer as of October 1, 1991, to read as follows: "As a result of the changes in the workers' compensation insurance system enacted by the 1991 legislature, you are entitled to a credit or refund to your current premium in an amount of \$..... which reflects a 12 percent mandated premium reduction prorated from October 1, 1991, to the expiration of your policy."

- (b) No rating plan increases may be filed between April 1, 1991, and January 1, 1993.
- (c) The commissioner of labor and industry shall survey Minnesota employers to determine if the mandated workers' compensation insurance rate reductions required under this section have been implemented by insurers, both as to amount and in a manner that is uniform and nondiscriminatory between employers having similar risks with respect to a particular occupational classification. The commissioner shall present a report detailing the findings and conclusions to the commission on workers' compensation and the legislature by March 1, 1992.

Sec. 5. [TRUCK DRIVER CLASSIFICATIONS.]

The commissioner of commerce shall evaluate the current system of classification of truck drivers for workers' compensation rate purposes that separates truck drivers in classes 7219, 7380, and 8293 from the classifications for the vast majority of truck drivers employed in the private carrier industry as defined in Minnesota Statutes, section 221.011, subdivision 26. The commissioner shall determine if the classification is fair and equitable to employers of truck drivers in those three classes. If the commissioner determines that those classifications are not fair and equitable to those three classes, the commissioner shall make findings and issue an order correcting the unfairness or inequity.

Sec. 6. [EFFECTIVE DATE.]

Sections 1 and 3 are effective the day following final enactment. Section 2 is effective August 1, 1991. Section 4, paragraphs (a) and (c), are effective October 1, 1991. Section 4, paragraph (b), is effective the day following final enactment and is retroactive to April 1, 1991.

ARTICLE 4

MISCELLANEOUS

Section 1. Minnesota Statutes 1990, section 176.191, subdivision 1, is amended to read:

Subdivision 1. Where compensation benefits are payable under this chapter, and a dispute exists between two or more employers or two or more insurers as to which is liable for payment, the commissioner, compensation judge, or court of appeals upon appeal shall direct, unless action is taken under subdivision 2, that one or more of the employers or insurers make payment of the benefits pending a determination of liability. A temporary order may be issued under this subdivision whether or not the employers or insurers agree to pay under the order.

When liability has been determined, the party held liable for the benefits shall be ordered to reimburse any other party for payments which the latter has made, including interest at the rate of 12 percent a year set by section 549.09. The claimant shall also be awarded a reasonable attorney fee, to be paid by the party held liable for the benefits.

An order directing payment of benefits pending a determination of liability may not be used as evidence before a compensation judge, the workers' compensation court of appeals, or court in which the dispute is pending.

- Sec. 2. Minnesota Statutes 1990, section 176.191, subdivision 2, is amended to read:
- Subd. 2. Where compensation benefits are payable under this chapter, and a dispute exists between two or more employers or two or more insurers as to which is liable for payment, the commissioner or a compensation judge upon petition shall order, unless action is taken under subdivision 1, the special compensation fund established in section 176.131 to make payment of the benefits pending a determination of liability.

The personal injury for which the commissioner or a compensation judge shall order compensation from the special fund is not limited by section 176.131, subdivision 8.

When liability has been determined, the party held liable for benefits shall be ordered to reimburse the special compensation fund for payments made, including interest at the rate of 12 percent a year set by section 549.09.

Sec. 3. Minnesota Statutes 1990, section 176.191, subdivision 3, is amended to read:

- Subd. 3. If a dispute exists as to whether an employee's injury is compensable under this chapter and the employee is otherwise covered by an insurer pursuant to chapters 62A, 62C and 62D, that insurer shall pay any medical costs incurred by the employee for the injury up to the limits of the applicable coverage and shall make any disability payments otherwise payable by that insurer in the absence of or in addition to workers' compensation liability. If the injury is subsequently determined to be compensable pursuant to this chapter, the workers' compensation insurer shall be ordered to reimburse the insurer that made the payments for all payments made under this subdivision by the insurer, including interest at a rate of 12 percent a year the rate set by section 549.09. If a payment pursuant to this subdivision exceeds the reasonable value as permitted by sections 176.135 and 176.136, the provider shall reimburse the workers' compensation insurer for all the excess as provided by rules promulgated by the commissioner.
- Sec. 4. Minnesota Statutes 1990, section 176.191, subdivision 4, is amended to read:
- Subd. 4. If the employee's medical expenses for a personal injury are paid pursuant to any program administered by the commissioner of human services, or if the employee or spouse or dependents living with the employee receive subsistence or other payments pursuant to such a program, and it is subsequently determined that the injury is compensable pursuant to this chapter, the workers' compensation insurer shall reimburse the commissioner of human services for the payments made, including interest at a rate of 12 percent a year the rate set by section 549.09.

Amounts paid to an injured employee or spouse or dependents living with the employee pursuant to such a program and attributable to the personal injury shall be deducted from any settlement or award of compensation or benefits under this chapter, including, but not limited to, temporary and permanent disability benefits.

The insurer shall attempt, with due diligence, to ascertain whether payments have been made to an injured employee pursuant to such a program prior to any settlement or issuance of a binding award and shall notify the department of human services, benefit recovery section, when such payments have been made. An employee who has received public assistance payments shall notify the department of human services, benefit recovery section, of its potential intervention claim prior to making or settling a claim for benefits under this chapter. Notice served on local human services agencies is not sufficient to meet the notification requirement in this subdivision.

Sec. 5. [176.1911] [DISPUTES; ARBITRATION.]

Subdivision 1. [BINDING ARBITRATION.] Where a dispute

exists between an employee, employer, insurer, the special compensation fund, the reopened case fund, or the workers' compensation reinsurance association, regarding benefits payable under this chapter, the dispute may be submitted with consent of all interested parties to binding arbitration by a neutral arbitrator. The decision of the arbitrator shall be conclusive with respect to all issues presented except as provided in subdivisions 2 and 3. An arbitration award is admissible in any other proceeding under this chapter and is binding on the parties to the arbitration proceeding.

A person with material information of the matters to be arbitrated shall attend the arbitration proceeding if any party to the proceeding deems it necessary. Reasonable expenses of meals, lost wages, and travel of the employee or witnesses in attending shall be reimbursed on a pro rata basis. Arbitration costs shall be paid by the parties, except the employee, on a pro rata basis. Any issue in dispute may be submitted to arbitration. Issues not submitted to arbitration may be resolved by other available procedures.

Subd. 2. [INCONSISTENT AWARDS.] If the employee commences an action under this chapter for benefits arising out of the same injury which resulted in the dispute arbitrated under subdivision 1, and if the benefits awarded to the employee under the employee's claim are inconsistent with the arbitration decision, any increase in benefits over those paid pursuant to the arbitration proceeding is paid by the party or parties who ordinarily would have been required to pay the increased benefits but for the arbitration. Any reimbursement from the employee of any decrease in benefits from those paid pursuant to the arbitration is paid to the party or parties who previously had paid the increased benefits. The provisions of this subdivision apply regardless of whether more or fewer employers and insurers or the special fund have been added or omitted as parties to the employee's subsequent action after arbitration.

- Subd. 3. [ATTORNEY REPRESENTATION.] If an employee brings an action under the circumstances described in subdivision 2, the parties to the previous arbitration may be represented at the new action by a common or joint attorney.
- Subd. 4. [ATTORNEY FEES.] No attorney's fees shall be awarded under either section 176.081, subdivision 8, or 176.191 against any employer or insurer in connection with any arbitration proceeding unless the employee chooses to retain an attorney to represent the employee's interests during arbitration.
- Sec. 6. Minnesota Statutes 1990, section 176.221, subdivision 7, is amended to read:
- Subd. 7. [INTEREST.] Any payment of compensation, charges for treatment under section 176.135, rehabilitation expenses under section 176.102, subdivision 9, or penalties assessed under this

chapter not made when due shall bear interest at the rate of eight percent a year from the due date to the date the payment is made or the rate set by section 549.09, subdivision 1, whichever is greater.

For the purposes of this subdivision, permanent partial disability payment is due 14 days after receipt of the first medical report which contains a disability rating if such payment is otherwise due under this chapter, and charges for treatment under section 176.135 are due 30 calendar days after receiving the bill and necessary medical data.

If the claim of the employee or dependent for compensation is contested in a proceeding before a compensation judge, <u>arbitrator</u>, or the commissioner, the decision of the judge, <u>arbitrator</u>, or commissioner shall provide for the payment of <u>unpaid</u> interest on all compensation awarded, including interest accruing both before and after the filing of the decision.

Sec. 7. [176.325] [CERTIFIED QUESTION.]

Subdivision 1. [WHEN CERTIFIED.] The chief administrative law judge may certify a question of workers compensation law to the workers compensation court of appeals as important and doubtful under the following circumstances:

- (1) all parties to the case have stipulated in writing to the facts;
- (2) the issue to be resolved is a question of workers' compensation law that has not been resolved by the workers' compensation court of appeals or the Minnesota supreme court; and
- (3) all parties request that the matter be resolved by certification to the workers' compensation court of appeals as an important and doubtful question.
- Subd. 2. [SUPREME COURT REVIEW.] Review by the supreme court of any decision of the workers' compensation court of appeals pursuant to this section shall be pursuant to section 176.471.
- Subd. 3. [EXPEDITED DECISION.] It is the legislature's intent that the workers' compensation court of appeals and the Minnesota supreme court resolve the certified question as expeditiously as possible, after compliance by the parties with any requirements of the workers' compensation court of appeals or the Minnesota supreme court regarding submission of legal memoranda, oral argument, or other matters, and after the participation of amicus curiae, should the workers' compensation court of appeals or Minnesota supreme court consider such participation advisable.
 - Subd. 4. [NOTICE.] The chief administrative law judge shall

notify all persons who request to be notified of a certification under this section.

Sec. 8. [176.307] [COMPENSATION JUDGES; BLOCK SYSTEM.]

The chief administrative law judge must assign workers' compensation cases to compensation judges using a block system type of assignment that, among other things, ensures that a case will remain with the same judge from commencement to conclusion unless the judge is removed from the case by exercise of a legal right of a party or by incapacity. The block system must be the principal means of assigning cases, but it may be supplemented by other systems of case assignment to ensure that cases are timely decided.

Sec. 9. [REPEALER.]

Minnesota Statutes 1990, section 176.191, subdivisions 5, 6, 7, and 8, are repealed.

Sec. 10. [EFFECTIVE DATE.]

Sections 1 to 6, 8, and 9 are effective July 1, 1991. Section 7 is effective October 1, 1991.

ARTICLE 5

COMMISSION ON WORKERS' COMPENSATION

Section 1. [175.0075] [COMMISSION ON WORKERS' COMPENSATION.]

Subdivision 1. [CREATION; COMPOSITION.] (a) There is created a permanent commission on workers' compensation consisting of ten voting members as follows: the president of the Minnesota chamber of commerce; the president of the Minnesota AFL-CIO; four additional members representing business and four additional members representing labor. The presidents of the Minnesota chamber of commerce and Minnesota AFL-CIO shall serve as commission co-chairs. The governor shall select four members: two representing business and two representing labor. One of the business representatives the governor selects must be the owner or operator of a small employer as defined in section 177.24, subdivision 1, paragraph (a), clause (2). The majority leader of the senate shall select two members: one representing business and one representing labor. The speaker of the house of representatives shall select two members: one representing business and one representing labor. Each co-chair shall appoint an alternate. The governor, senate majority leader, and speaker of the house shall appoint alternates for each member they appoint. Alternates shall serve in the absence of the

member they replace. All labor representatives and alternates selected must be elected or appointed officials of the AFL-CIO or any of its affiliates.

- (b) The additional voting members shall serve for terms of five years and may be reappointed. The commissioner of labor and industry shall serve as an ex officio, nonvoting member of the commission.
- (c) The commission shall designate liaisons to the commission representing workers' compensation insurers; medical, hospital, and rehabilitation providers; and the legal profession. The speaker and minority leader of the house of representatives shall appoint a member of their respective caucus as a liaison to the commission. The majority and minority leaders of the senate shall appoint a member of their respective caucus to serve as a liaison to the commission.
- Subd. 2. [EXPENSES.] Commission members shall serve without pay but are entitled to per diem and reimbursement for expenses as provided under section 15.059.
- Subd. 3. [DUTIES.] (a) The commission shall thoroughly examine all elements of Minnesota's current system of workers' compensation and make specific recommendations for reform to the legislature with respect to the development of a workers' compensation system that fairly and justly serves injured workers in this state, at a cost that is affordable by Minnesota employers. The commission shall also advise the department of labor and industry in carrying out the purposes of chapter 176.
- (b) In order to carry out its duties and responsibilities in an effective manner, the commission may consult with any government official or employee or other party.
- (c) The commission shall submit its findings and recommendations to the legislature with respect to amendments to this chapter by February 1 of each year, and shall also report its views upon any pending bill relating to chapter 176 to the proper legislative committees.
- (d) At the request of the chairpersons of the senate employment committee and the house labor-management relations committee, the commission shall schedule meetings with members of those respective committees to review and discuss matters of legislative concern arising under chapter 176.
- Subd. 4. [MEETINGS; VOTING.] (a) The commission shall meet as frequently as necessary to carry out its duties and responsibilities. The commission shall also conduct public hearings throughout

- the state as may be necessary to give interested persons an opportunity to comment and make suggestions on the operation of the state's workers' compensation law.
- (b) The meetings of the commission are subject to the state's open meeting law, section 471.705; except that, the five employer voting members and the five labor voting members may meet in separate closed caucuses for the purpose of deliberating on matters before the commission. All votes of the commission must be public and recorded.
- Subd. 5. [EXECUTIVE DIRECTOR.] (a) The commission shall employ an executive director for the commission, who shall be a state employee in the unclassified service and participate in the state unclassified employee retirement program. The range of salary and the salary level within it for the executive director shall be set by the commission. The executive director shall serve at the pleasure of the commission.
- (b) The executive director shall provide administrative support and information to the commission in order to allow it to monitor all elements of Minnesota's workers' compensation system. Specific duties of the executive director shall include:
- (1) examining the activities of the various entities involved in Minnesota's workers' compensation system and identifying problem areas for the commission's consideration;
- (2) identifying trends and developments in the workers' compensation law of other states, and reporting to the commission on issues that are developing and solutions that are being proposed or attempted;
- (3) monitoring the decisions of Minnesota courts, including the workers' compensation court of appeals and the supreme court, to determine the impact of court decisions on the workers' compensation system;
- (4) monitoring workers' compensation research activities and bringing important research findings and recommendations to the attention of the commission; and
- (5) conducting other activities and duties as may be requested by the commission.
- Subd. 6. [ADMINISTRATIVE SUPPORT.] The commissioner of labor and industry shall supply necessary office space, supplies, and staff support to assist the commission and its executive director in their duties.

- Subd. 7. [CONSULTANTS.] The commission may contract with outside consultants having recognized expertise in the field of workers' compensation as may be needed to perform its duties and responsibilities.
- Subd. 8. [APPROPRIATION.] The annual operating costs incurred by the commission in carrying out its duties and responsibilities must be charged to the state general fund.
- Sec. 2. [CERTAIN INITIAL STUDIES.] In addition to any other studies and recommendations the commission on workers' compensation conducts and makes, the commission shall study the following issues:
- (1) the provision of medical services through a managed care system and other methods to control rapidly rising medical costs;
 - (2) workplace safety and the safety programs of employers;
 - (3) eligibility for and the amount of supplementary benefits;
- (4) the effect of local labor market conditions on benefit levels and eligibility;
- (5) whether the workers' compensation court of appeals should be abolished and other issues related to litigation costs and frequency; and
- (6) whether insurance rates should be regulated by a system of prior approval.

The listing of the items to be studied in this section is not intended to limit the commission's authority to study other issues related to workers' compensation nor to study these same issues again at another time.

The commission shall report the results of the studies required by this section and its recommendations to the legislature by February 1, 1992.

Sec. 3. [APPROPRIATION.]

\$300,000 is appropriated from the general fund for the biennium ending June 30, 1993, to the commission on workers' compensation for the purposes of carrying out its duties and responsibilities as provided under section 1.

Sec. 4. [REPEALER.]

Minnesota Statutes 1990, section 175.007, is repealed. Minnesota Statutes, chapters 79, 175A, and 176 are repealed effective July 1, 1993.

Sec. 5. [EFFECTIVE DATE.]

This article is effective July 1, 1991.

ARTICLE 6

WORKERS' COMPENSATION REHABILITATION PROGRAM

Section 1. [VOCATIONAL REHABILITATION.]

The responsibilities of the workers' compensation program of the rehabilitation services division of the department of jobs and training are transferred to the department of labor and industry pursuant to Minnesota Statutes, section 15.039. The transferred employees shall constitute the vocational rehabilitation unit of the department of labor and industry.

Sec. 2. Minnesota Statutes 1990, section 176.104, subdivision 1, is amended to read:

Subdivision 1. [DISPUTE.] If there exists a dispute regarding medical causation or whether an injury arose out of and in the course and scope of employment and an employee has been disabled for the requisite time under section 176.102, subdivision 4, prior to determination of liability, the employee shall be referred by the commissioner to the division of department's vocational rehabilitation unit which shall provide rehabilitation consultation if appropriate. The services provided by the division of department's vocational rehabilitation unit and the scope and term of the rehabilitation are governed by section 176.102 and rules adopted pursuant to that section. Rehabilitation costs and services under this subdivision shall be monitored by the commissioner.

Sec. 3. Minnesota Statutes 1990, section 176.1041, is amended to read:

176.1041 [CERTIFICATION FOR FEDERAL TAX CREDIT.]

Subdivision 1. [CERTIFICATION PROGRAM.] The division of vocational rehabilitation unit shall establish a program authorizing qualified rehabilitation consultants and approved vendors to refer an employee to the division unit for the sole purpose of federal targeted jobs tax credit eligibility determination. The division unit shall set forth the specific requirements, procedures and eligibility criteria for purposes of this section. The division unit shall not be required to certify an injured employee who does not meet the

eligibility requirements set forth in the federal Rehabilitation Act of 1973, as amended.

Subd. 2. [FEE.] The division unit is authorized to collect a fee from the qualified rehabilitation consultant or approved vendor in the amount necessary to determine eligibility and to certify an employee for this program.

Sec. 4. Minnesota Statutes 1990, section 268A.03, is amended to read:

268A.03 [POWERS AND DUTIES.]

The commissioner shall:

- (a) certify the rehabilitation facilities to offer extended employment programs, grant funds to the extended employment programs, and perform the duties as specified in section 268A.09;
- (b) provide vocational rehabilitation services to persons with disabilities in accordance with the state plan for vocational rehabilitation. These services include but are not limited to: diagnostic and related services incidental to determination of eligibility for services to be provided, including medical diagnosis and vocational diagnosis; vocational counseling, training and instruction, including personal adjustment training; physical restoration, including corrective surgery, therapeutic treatment, hospitalization and prosthetic and orthotic devices, all of which shall be obtained from appropriate established agencies; transportation; occupational and business licenses or permits, customary tools and equipment; maintenance; books, supplies, and training materials; initial stocks and supplies; placement; on-the-job skill training and time-limited postemployment services leading to supported employment; acquisition of vending stands or other equipment, initial stocks and supplies for small business enterprises; supervision and management of small business enterprises, merchandising programs, or services rendered by severely disabled persons. Persons with a disability are entitled to free choice of vendor for any medical, dental, prosthetic, or orthotic services provided under this paragraph;
- (c) expend funds and provide technical assistance for the establishment, improvement, maintenance, or extension of public and other nonprofit rehabilitation facilities or centers;
- (d) formulate plans of cooperation with the commissioner of labor and industry for providing services to workers covered under the workers' compensation act;
- (e) maintain a contractual or regulatory relationship with the United States as authorized by the Social Security Act, as amended.

Under this relationship, the state will undertake to make determinations referred to in those public laws with respect to all individuals in Minnesota, or with respect to a class or classes of individuals in this state that is designated in the agreement at the state's request. It is the purpose of this relationship to permit the citizens of this state to obtain all benefits available under federal law:

- (f) (e) provide an in-service training program for division of rehabilitation services employees by paying for its direct costs with state and federal funds;
- (g) (f) conduct research and demonstration projects; provide training and instruction, including establishment and maintenance of research fellowships and traineeships, along with all necessary stipends and allowances; disseminate information to persons with a disability and the general public; and provide technical assistance relating to vocational rehabilitation and independent living;
- (h) (g) receive and disburse pursuant to law money and gifts available from governmental and private sources including, but not limited to, the federal Department of Education and the Social Security Administration, for the purpose of vocational rehabilitation or independent living. Money received from workers' compensation carriers for vocational rehabilitation services to injured workers must be deposited in the general fund;
- (i) (h) design all state plans for vocational rehabilitation or independent living services required as a condition to the receipt and disbursement of any money available from the federal government;
- (j) (i) cooperate with other public or private agencies or organizations for the purpose of vocational rehabilitation or independent living. Money received from school districts, governmental subdivisions, mental health centers or boards, and private nonprofit organizations is appropriated to the commissioner for conducting joint or cooperative vocational rehabilitation or independent living programs;
- (k) (j) enter into contractual arrangements with instrumentalities of federal, state, or local government and with private individuals, organizations, agencies, or facilities with respect to providing vocational rehabilitation or independent living services;
- (h) (k) take other actions required by state and federal legislation relating to vocational rehabilitation; independent living, and disability determination programs;
- (m) (l) hire staff and arrange services and facilities necessary to perform the duties and powers specified in this section; and

(n) (m) adopt, amend, suspend, or repeal rules necessary to implement or make specific programs that the commissioner by sections 268A.01 to 268A.10 is empowered to administer.

Sec. 5. [REPEALER.]

Minnesota Statutes 1990, section 268A.05, subdivision 2, is repealed.

Sec. 6. [EFFECTIVE DATE.]

This article is effective July 1, 1991.

ARTICLE 7

SELF-INSURANCE

- Section 1. Minnesota Statutes 1990, section 79A.02, is amended by adding a subdivision to read:
- Subd. 3. [AUDIT OF SELF-INSURANCE APPLICATION.] (a) The self-insurer's security fund shall retain a certified public accountant who shall perform services for, and report directly to, the commissioner of commerce. The certified public accountant shall review each application to self-insure, including the applicant's financial data. The certified public accountant shall provide a report to the commissioner of commerce indicating whether the applicant has met the requirements of section 79A.03, subdivisions 2 and 3. Additionally, the certified public accountant shall provide advice and counsel to the commissioner about relevant facts regarding the applicant's financial condition.
- (b) If the report of the certified public accountant is used by the commissioner as the basis for the commissioner's determination regarding the applicant's self-insurance status, the certified public accountant shall be made available to the commissioner for any hearings or other proceedings arising from that determination.
- (c) The commissioner shall provide the advisory committee with the summary report by the certified public accountant and any financial data in possession of the department of commerce that is otherwise available to the public.

The cost of the review shall be the obligation of the self-insurer's security fund.

Sec. 2. Minnesota Statutes 1990, section 79A.02, is amended by adding a subdivision to read:

- Subd. 4. [RECOMMENDATIONS TO COMMISSIONER REGARDING REVOCATION.] After each fifth anniversary from the date each individual and group self-insurer becomes certified to self-insure, the committee shall review all relevant financial data filed with the department of commerce that is otherwise available to the public and make a recommendation to the commissioner about whether each self-insurer's certificate should be revoked.
- Sec. 3. Minnesota Statutes 1990, section 79A.03, subdivision 3, is amended to read:
- Subd. 3. [NET WORTH.] Each individual self-insurer shall have and maintain a net worth at least equal to the greater of ten times the retention limit selected with the workers' compensation reinsurance association or one-third the amount of the self-insurer's current annual modified premium. The requirements of this subdivision shall be modified if the self-insurer can demonstrate through a reinsurance program, other than coverage provided by the workers' compensation reinsurance association, that it can pay expected losses without endangering the financial stability of the company.
- Sec. 4. Minnesota Statutes 1990, section 79A.03, subdivision 7, is amended to read:
- Subd. 7. [FINANCIAL STANDARDS.] A group proposing to selfinsure shall have and maintain:
- (a) A combined net worth of all of the members of an amount at least equal to the greater of ten times the retention selected with the workers' compensation reinsurance association or one-third of the current annual modified premium of the members. The requirements of this paragraph shall be modified if the self-insurer can demonstrate that through excess insurance, other than coverage provided by the workers' compensation reinsurance association, it can pay expected losses.
- (b) Sufficient assets, net worth, and liquidity to promptly and completely meet all obligations of its members under chapter 176 or this chapter. In determining whether a group is in sound financial condition, consideration shall be given to the combined net worth of the member companies; the consolidated long-term and short-term debt to equity ratios of the member companies; any excess insurance other than reinsurance with the workers' compensation reinsurance association, purchased by the group from an insurer licensed in Minnesota or from an authorized surplus line carrier; other financial data requested by the commissioner or submitted by the group; and the combined workers' compensation experience of the group for the last four years.
- Sec. 5. Minnesota Statutes 1990, section 79A.03, subdivision 9, is amended to read:

- Subd. 9. [FILING REPORTS.] (a) Incurred losses, paid and unpaid, specifying indemnity and medical losses by classification, payroll by classification, and current estimated outstanding liability for workers' compensation shall be reported to the commissioner by each self-insurer on a calendar year basis, in a manner and on forms available from the commissioner. Payroll information must be filed by April 1 of the following year, and loss information and total workers' compensation liability must be filed by August 1 of the following year.
- (b) Each self-insurer shall, under oath, attest to the accuracy of each report submitted pursuant to paragraph (a). Upon sufficient cause, the commissioner shall require the self-insurer to submit a certified audit of payroll and claim records conducted by an independent auditor approved by the commissioner, based on generally accepted accounting principles and generally accepted auditing standards, and supported by an actuarial review and opinion of the future contingent liabilities. The basis for sufficient cause shall include the following factors: where the losses reported appear significantly different from similar types of businesses; where major changes in the reports exist from year to year, which are not solely attributable to economic factors; or where the commissioner has reason to believe that the losses and payroll in the report do not accurately reflect the losses and payroll of that employer. If any discrepancy is found, the commissioner shall require changes in the self-insurer's or workers' compensation service company record keeping practices.
- (c) With the annual loss report due August 1, each self-insurer shall report to the commissioner any workers' compensation claim from the previous year where the full, undiscounted value is estimated to exceed \$50,000, in a manner and on forms prescribed by the commissioner.
- (d) Each individual self-insurer shall, within four months after the end of its fiscal year, annually file with the commissioner its latest 10K report required by the Securities and Exchange Commission. If an individual self-insurer does not prepare a 10K report, it shall file an annual certified financial statement, together with such other financial information as the commissioner may require to substantiate data in the financial statement.
- (e) Each group self-insurer shall, within four six months after the end of the fiscal year for that group, annually file a statement showing the combined net worth of its members based upon an accounting review performed by a certified public accountant, together with such other financial information the commissioner may require to substantiate data in the group's summary statement.
- (f) In addition to the financial statements required by paragraphs (d) and (e), interim financial statements or 10Q reports required by

the Securities and Exchange Commission may be required by the commissioner upon an indication that there has been deterioration in the self-insurer's financial condition, including a worsening of current ratio, lessening of net worth, net loss of income, the downgrading of the company's bond rating, or any other significant change that may adversely affect the self-insurer's ability to pay expected losses. Any self-insurer that files an 8K report with the Securities and Exchange Commission shall also file a copy of the report with the commissioner within 30 days of the filing with the Securities and Exchange Commission.

Sec. 6. Minnesota Statutes 1990, section 79A.04, subdivision 2, is amended to read:

Subd. 2. [MINIMUM DEPOSIT.] The minimum deposit is 110 percent of the private self-insurer's estimated future liability. Up to ten percent of that deposit may be used to secure payment of all administrative and legal costs relating to or arising from the employer's self-insuring. As used in this section, "private selfinsurers' estimated future liability" means the private self-insurers' total of estimated future liability as determined by a member of the casualty actuarial society every two years for nongroup member private self-insurers, and every year for group member private self-insurers and, for a nongroup member private self-insurer's authority to self-insure, every year for the first five years. After the first five years, the nongroup member's total shall be as determined by a member of the casualty actuarial society every two years, and each such actuarial study shall include a projection of future losses during the two-year period until the next scheduled actuarial study, less payments anticipated to be made during that time. Estimated future liability is determined by first taking the total amount of the self-insured's future liability of workers' compensation claims and then deducting the total amount which is estimated to be returned to the self-insurer from any specific excess insurance coverage, aggregate excess insurance coverage, and any supplementary benefits or second injury benefits which are estimated to be reimbursed by the special compensation fund. Supplementary benefits or second injury benefits will not be reimbursed by the special compensation fund unless the special compensation fund assessment pursuant to section 176.129 is paid and the reports required thereunder are filed with the special compensation fund. In the case of surety bonds, bonds shall secure administrative and legal costs in addition to the liability for payment of compensation reflected on the face of the bond. In no event shall the security be less than the last retention limit selected by the self-insurer with the workers' compensation reinsurance association. The posting or depositing of security pursuant to this section shall release all previously posted or deposited security from any obligations under the posting or depositing and any surety bond so released shall be returned to the surety. Any other security shall be returned to the depositor or the person posting the bond.

- Sec. 7. Minnesota Statutes 1990, section 79A.06, subdivision 5, is amended to read:
- Subd. 5. [PRIVATE EMPLOYERS WHO HAVE CEASED TO BE SELF-INSURED.] Private employers who have ceased to be private self-insurers shall discharge their continuing obligations to secure the payment of compensation which is accrued during the period of self-insurance, for purposes of Laws 1988, chapter 674, sections 1 to 21, by compliance with all of the following obligations of current certificate holders:
- (1) Filing reports with the commissioner to carry out the requirements of this chapter;
- (2) Depositing and maintaining a security deposit for accrued liability for the payment of any compensation which may become due, pursuant to chapter 176. However, if a private employer who has ceased to be a private self-insurer purchases an insurance policy from an insurer authorized to transact workers' compensation insurance in this state which provides coverage of all claims for compensation arising out of injuries occurring during the period the employer was self-insured, whether or not reported during that period, the policy will discharge the obligation of the employer to maintain a security deposit for the payment of the claims covered under the policy. The policy may not be issued by an insurer unless it has previously been approved as to form and substance by the commissioner; and
- (3) Paying within 30 days all assessments of which notice is sent by the security fund, for a period of seven years from the last day its certificate of self-insurance was in effect. Thereafter, the private employer who has ceased to be a private self-insurer may either: (a) continue to pay within 30 days all assessments of which notice is sent by the security fund until it has no incurred liabilities for the payment of compensation arising out of injuries during the period of self-insurance; or (b) pay the security fund a cash payment equal to four percent of the net present value of all remaining incurred liabilities for the payment of compensation under sections 176.101 and 176.111 as certified by a member of the casualty actuarial society. Assessments shall be based on the benefits paid by the employer during the last full calendar year of self insurance on claims incurred during that year immediately preceding the calendar year in which the employer's right to self-insure is terminated or withdrawn.

In addition to proceedings to establish liabilities and penalties otherwise provided, a failure to comply may be the subject of a proceeding before the commissioner. An appeal from the commissioner's determination may be taken pursuant to the contested case procedures of chapter 14 within 30 days of the commissioner's written determination.

Any current or past member of the self-insurers' security fund is subject to service of process on any claim arising out of chapter 176 or this chapter in the manner provided by section 303.13, subdivision 1, clause (3), or as otherwise provided by law. The issuance of a certificate to self-insure to the private self-insured employer shall be deemed to be the agreement that any process which is served in accordance with this section shall be of the same legal force and effect as if served personally within this state.

Sec. 8. [79A.071] [CUSTODIAL ACCOUNTS.]

Subdivision 1. [DEPOSIT.] All securities shall be deposited with the state treasurer or in a custodial account with a depository institution acceptable to the state treasurer. Surety bonds shall be filed with the commissioner. The commissioner and the state treasurer may sell or collect, in the case of default of the employer or fund, the amount that yields sufficient funds to pay compensation due under the workers' compensation act.

- Subd. 2. [ASSIGNMENT.] Securities in physical form deposited with the state treasurer must bear the following assignment, which shall be signed by an officer, partner, or owner: "Assigned to the state of Minnesota for the benefit of injured employees of the self-insured employer under the Minnesota workers' compensation act." Any securities held in a custodial account, whether in physical form, book entry, or other form, need not bear the assignment language. The instrument or contract creating and governing any custodial account must contain the following assignment language: "This account is assigned to the state treasurer by the Company to pay compensation and perform the obligations of employers imposed under Minnesota Statutes, chapter 176. A depositor or other party has no right, title, or interest in the security deposited in the account until released by the state."
- Subd. 3. [CUSTODY.] All securities in physical form on deposit with the state treasurer and surety bonds on deposit shall remain in the custody of the state treasurer or the commissioner for a period of time dictated by the applicable statute of limitations provided in the workers' compensation act. All original instruments and contracts creating and governing custodial accounts shall remain with the state treasurer or the commissioner for a period of time dictated by the applicable statute of limitations provided in the workers' compensation act.
- Subd. 4. [RELEASE.] No securities in physical form on deposit with the state treasurer or custodial accounts assigned to the state shall be released without an order from the commissioner.
- Subd. 5. [EXCHANGING OR REPLACING.] Any securities deposited with the state treasurer or with a custodial account assigned to the state treasurer or surety bonds held by the commissioner may

be exchanged or replaced by the depositor with other acceptable securities or surety bonds of like amount so long as the market value of the securities or amount of the surety bond equals or exceeds the amount of deposit required. If securities are replaced by a surety bond, the self-insurer must maintain securities on deposit in an amount sufficient to meet all outstanding workers compensation liability arising during the period covered by the deposit of the replaced securities, subject to the limitations on maximum security deposits established in Minnesota Rules, part 2780.2600.

Sec. 9. [REPEALER.]

Minnesota Rules, part 2780.0400, subparts 2, 3, 6, 7, and 8, are repealed."

Delete the title and insert:

"A bill for an act relating to workers' compensation; regulating benefits and insurance; establishing a permanent commission on workers' compensation; providing penalties; appropriating money; amending Minnesota Statutes 1990, sections 79.252, by adding a subdivision; 79A.02, by adding subdivisions; 79A.03, subdivisions 3. 7, and 9; 79A.04, subdivision 2; 79A.06, subdivision 5; 176.011, subdivisions 3, 9, 11a, and 18; 176.101, subdivisions 1, 2, and 3f; 176.102, subdivisions 1, 1a, 2, 3, 3a, 4, 6, 9, and 11; 176.104, subdivision 1; 176.1041; 176.106, by adding a subdivision; 176.111, subdivision 18; 176.135, subdivisions 1, 6, and 7; 176.136, subdivisions 1, 2, and by adding subdivisions; 176,155, subdivision 1, and by adding a subdivision; 176.185, subdivision 1; 176.191, subdivisions 1, 2, 3, and 4; 176.221, subdivision 7; 176.645, subdivisions 1 and 2; 176.83, subdivisions 5, 6, and by adding a subdivision; 176A.03, by adding a subdivision; 268A.03; proposing coding for new law in Minnesota Statutes, chapters 79A; 175; and 176; repealing Minnesota Statutes 1990, sections 175.007; 176.136, subdivision 5; 176.191; and 268A.05, subdivision 2; and Minnesota Statutes, chapters 79; 175A; and 176."

We request adoption of this report and repassage of the bill.

House Conferees: Tom Rukavina, John J. Sarna, Ted Winter, Bob Anderson and Pat Beard.

Senate Conferees: Florian Chmielewski, Harold R. "Skip" Finn, Phil J. Riveness and Carol Flynn.

Rukavina moved that the report of the Conference Committee on H. F. No. 1422 be adopted and that the bill be repassed as amended by the Conference Committee. The motion prevailed.

H. F. No. 1422, A bill for an act relating to workers' compensation; regulating benefits and insurance; establishing a permanent commission on workers' compensation; providing penalties; appropriating money; amending Minnesota Statutes 1990, sections 79.252, by adding a subdivision; 176.011, subdivisions 3, 11a, and 18; 176.101, subdivisions 1, 2, and 3f; 176.102, subdivisions 1, 2, 3, 3a, 4, 6, 9, and 11; 176.111, subdivision 18; 176.135, subdivisions 1, 6, and 7; 176.136, subdivisions 1, 2, and by adding subdivisions; 176.155, subdivision 1; 176.645, subdivisions 1 and 2; 176.83, subdivisions 5, 6, and by adding a subdivision; 176A.03, by adding a subdivision; proposing coding for new law in Minnesota Statutes, chapters 175 and 176; repealing Minnesota Statutes 1990, sections 175.007; and 176.136, subdivision 5; and chapters 79, 175A, and 176.

The bill was read for the third time, as amended by Conference, and placed upon its repassage.

The question was taken on the repassage of the bill and the roll was called. There were 78 yeas and 54 nays as follows:

Those who voted in the affirmative were:

Anderson, I.	Garcia	Krueger	Orenstein	Skoglund
Anderson, R.	Greenfield	Lasley	Orfield	Solberg
Battaglia	Hanson	Lieder	Osthoff	Sparby
Bauerly	Hasskamp	Long	Ostrom	Steensma
Beard	Hausman	Lourey	Pelowski	Thompson
Begich	Jacobs	Mariani	Peterson	Trimble
Bodahl	Janezich	McEachern	Pugh	Tunheim
Brown	Jaros	McGuire	Reding	Vellenga
Carlson	Jefferson	Milbert	Rest	Wagenius
Carruthers	Jennings	Munger	Rice	Wejcman
Clark	Johnson, A.	Murphy	Rodosovich	Welle
Cooper	Johnson, R.	Nelson, K.	Rukavina	Wenzel
Dauner	Kahn	Nelson, S.	Sarna	Winter
Dawkins	Kalis	O'Connor	Scheid	Spk. Vanasek
Dorn	Kelso	Olson, E.	Segal	•
Farrell	Kinkel	Olson, K.	Simoneau	

Those who voted in the negative were:

Abrams Anderson, R. H. Bertram Bettermann Bishop Blatz Boo Davids Dempsey	Girard Goodno Gruenes Gutknecht Hartle Haukoos Heir	Hugoson Johnson, V. Knickerbocker Koppendrayer Krinkie Leppik Limmer Lynch Macklin	Morrison Newinski Olsen, S. Omann Onnen Ozment Pauly Pellow Runbeck	Smith Stanius Sviggum Swenson Tompkins Uphus Valento Waltman Weaver
Dempsey Dille	Heir Henry	Macklin Marsh	Schreiber	Weaver Welker
Erhardt	Hufnagle	McPherson	Seaberg	Weiker

The bill was repassed, as amended by Conference, and its title agreed to.

CONFERENCE COMMITTEE REPORT ON H. F. NO. 53

A bill for an act relating to the organization and operation of state government; appropriating money for the department of transportation and other agencies with certain conditions; providing for regulation of certain activities and practices; providing for certain rights-of-way; requiring studies and reports; fixing and limiting accounts and fees; amending Minnesota Statutes 1990, sections 10A.02, by adding a subdivision; 12.14; 15A.081, subdivision 1; 16A.662, subdivisions 2, 4, and 5; 41A.09, subdivision 3; 60A.14, subdivision 1; 60A.17, subdivision 1d; 72B.04, subdivision 7; 80C.04, subdivision 1; 80C.07; 80C.08, subdivision 1; 82.22, subdivisions 1, 5, 10, and 11; 115C.09, by adding a subdivision; 129D.04, by adding subdivisions; 129D.05; 138.91; 138.94; 162.02, subdivision 12; 168C.04, 171.06, subdivision 2a, 171.26, 182.651, by adding subdivisions; 182.661, subdivisions 1, 2, 2a, 3, 3a, and by adding subdivisions; 182.664, subdivisions 3 and 5; 182.666, subdivisions 1, 2, 3, 4, 5, and 5a; 182.669, subdivision 1; 184.28, subdivision 2; 184.29; 184A.09; 239.78; 240.02, subdivisions 2 and 3; 240.06, subdivision 8; 240.155; 240.28; 297B.09, subdivision 1; 299F.57, subdivision 1a; 299F.641, subdivision 2; 299K.07; 299K.09, subdivision 2; 336.9-413; 349.12, subdivision 10; 349.151, subdivision 2; 349A.01, subdivisions 5 and 9; 349A.02, subdivision 1; 349A.03, subdivision 1; 349A.10, subdivision 5; and 626.861, subdivisions 1 and 4; Laws 1989, chapter 269, sections 11, subdivision 7; and 31; repealing Minnesota Statutes 1990, sections 182.664, subdivision 2; 240.01, subdivision 15; 349.12, subdivision 12; 349A.01, subdivisions 3, 4, and 6; and 349B.01; and Laws 1989, chapter 322, section 7.

May 17, 1991

The Honorable Robert E. Vanasek Speaker of the House of Representatives

The Honorable Jerome M. Hughes President of the Senate

We, the undersigned conferees for H. F. No. 53, report that we have agreed upon the items in dispute and recommend as follows:

That the Senate recede from its amendment and that H. F. No. 53 be further amended as follows:

Delete everything after the enacting clause and insert:

"Section 1. [TRANSPORTATION AND OTHER AGENCIES; AP-PROPRIATIONS.]

The sums shown in the columns marked "APPROPRIATIONS" are appropriated from the general fund, or another named fund, to the

agencies and for the purposes specified in this act, to be available for the fiscal years indicated for each purpose. The figures "1991," "1992," and "1993," where used in this act, mean that the appropriation or appropriations listed under them are available for the year ending June 30, 1991, June 30, 1992, or June 30, 1993, respectively.

SUMMARY BY FUND

	1992	1993	TOTAL
General	\$138,143,000	\$138,452,000	\$276,595,000
Airports	16,069,000	15,818,000	31,887,000
C.S.A.H.	240,000,000	242,000,000	482,000,000
Environmental	461,000	465,000	926,000
Highway User	12,041,000	11,974,000	24,015,000
M.S.A.S.	66,000,000	67,000,000	133,000,000
Special Revenue	2,776,000	2,819,000	5,595,000
Trunk Highway	792,101,000	822,912,000	1,615,013,000
Workers' Compensation	10,839,000	11,229,000	22,068,000
Transfers to Other			
Direct	(2,769,000)	(2,789,000)	(5,558,000)
TOTAL	1,275,661,000	1,309,880,000	2,585,541,000

APPROPRIATIONS Available for the Year Ending June 30 1992 1993

Sec. 2. TRANSPORTATION

Subdivision 1. Total Appropriation 1,058,366,000 1,091,555,000

Approved Complement –	4,802
General –	14
State Airports –	43
Trunk Highway –	4,735
Federal –	10

The appropriations in this section are from the trunk highway fund, except when another fund is named.

1992	1993
\$	\$

Summary by Fund

General	8,701,000	8,683,000
Airports	16,069,000	15,818,000
C.S.A.H.	240,000,000	242,000,000
Environmental	200,000	200,000
M.S.A.S.	66,000,000	67,000,000
Trunk Highway	727,316,000	757,774,000
Special Revenue	80,000	80,000

The amounts that may be spent from this appropriation for each program are specified in the following subdivisions.

Subd. 2. Aeronautics

15,814,000 15,562,000

This appropriation is from the state airports fund.

The amounts that may be spent from this appropriation for each activity are as follows:

(a) Airport Development and Assistance

1992 1993 11,892,000 11,645,000

\$1,749,000 the first year and \$1,752,000 the second year are for navigational aids.

\$6,089,000 the first year and \$6,089,000 the second year are for airport construction grants.

\$1,773,000 the first year and \$1,773,000 the second year are for airport maintenance grants.

If the appropriation for either year for navigational aids, airport construction grants, or airport maintenance grants is insufficient, the appropriation for the other year is available for it. The appropriations for construction grants and maintenance grants must be expended only for grant-in-aid programs for airports that are not state owned.

1993

\$ ex-

These appropriations must be expended in accordance with Minnesota Statutes, section 360.305, subdivision 4.

The commissioner of transportation may transfer unencumbered balances among the appropriations for airport development and assistance with the approval of the governor after consultation with the legislative advisory commission.

\$8,000 the first year and \$8,000 the second year are for maintenance of the Pine Creek Airport.

\$500,000 the first year and \$500,000 the second year are for air service grants.

\$15,000 the first year and \$15,000 the second year are for the advisory council on metropolitan airport planning.

(b) Civil Air Patrol

65,000

65,000

(c) Aeronautics Administration

3,857,000

3,852,000

Subd. 3. Transit

8,610,000

8,608,000

Summary by Fund

General

8,364,000 8,363,000

Trunk Highway

246,000

245.000

Any unencumbered balance remaining in the first year does not cancel but is available for the second year of the biennium.

The amounts that may be spent from this appropriation for each activity are as follows:

1993

\$

(a) Greater Minnesota Transit Assistance

7.954,000

7,954,000

\$

This appropriation is from the general fund.

(b) Transit Administration

656,000

654,000

Summary by Fund

General Trunk Highway 410,000 246,000 409,000 245,000

Subd. 4. Railroads and Waterways

1,189,000

1,186,000

Summary by Fund

General Trunk Highway 263,000 926,000 262,000 924,000

Subd. 5. Motor Carrier Regulation

1,680,000

1,619,000

Subd. 6. Local Roads

307,109,000

310,106,000

Summary by Fund

C.S.A.H.

240,000,000 242,000,000

M.S.A.S. Trunk Highway 66,000,000

67,000,000 1,106,000

The amounts that may be spent from this appropriation for each activity are as follows:

(a) County State Aids

240,000,000

242,000,000

This appropriation is from the county state-aid highway fund and is available until spent.

\$

1992 1993

(b) Municipal State Aids

66,000,000 67,000,000

This appropriation is from the municipal state-aid street fund and is available until spent.

If an appropriation for either county state aids or municipal state aids does not exhaust the balance in the fund from which it is made in the year for which it is made, the commissioner of finance, upon request of the commissioner of transportation, shall notify the committee on finance of the senate and the committee on appropriations of the house of representatives of the amount of the remainder and shall then add that amount to the appropriation. The amount added is appropriated for the purposes of county state aids or municipal state aids, as appropriate.

(c) State Aid Technical Assistance

1,109,000 1,106,000

Subd. 7. State Road Construction 410,821,000 443,033,000

Summary by Fund

 Special Revenue
 80,000
 80,000

 Environmental
 200,000
 200,000

 Trunk Highway
 410,541,000
 442,753,000

The amounts that may be spent from this appropriation for each activity are as follows:

(a) State Road Construction

390,402,000 421,402,000

Summary by Fund

Environmental 200,000 200,000 Trunk Highway 390,202,000 421,202,000

\$

1993

It is estimated that the appropriation from the trunk highway fund will be funded as follows:

Federal Highway Aid

200,000,000

231,000,000

Highway User Taxes

190,202,000

190,202,000

The commissioner of transportation shall notify the chair of the committee on finance of the senate and chair of the committee on appropriations of the house of representatives promptly of any events that should cause these estimates to change.

This appropriation is for the actual construction, reconstruction, and improvement of trunk highways. This includes the cost of actual payment to landowners for lands acquired for highway right-of-way, payment to lessees, interest subsidies, and relocation expenses.

(b) Highway Debt Service

14,864,000 16,094,000

\$9,274,000 the first year and \$10,794,000 the second year are for transfer to the state bond fund.

If this appropriation is insufficient to make all transfers required in the year for which it is made, the commissioner of finance shall notify the committee on finance of the senate and the committee on appropriations of the house of representatives of the amount of the deficiency and shall then transfer that amount under the statutory open appropriation.

1993

Any excess appropriation must be canceled to the trunk highway fund.

(c) Highway Program Administration

2,149,000 2,142,000

Summary by Fund

Special Revenue 80,000 80,000 Trunk Highway 2,069,000 2,062,000

\$243,000 the first year and \$243,000 the second year are available for grants to regional development commissions outside the seven-county metropolitan area for transportation studies to identify critical concerns, problems, and issues.

\$180,000 the first year and \$180,000 the second year are available for grants to metropolitan planning organizations outside the seven-county metropolitan area.

(d) Transportation Data Analysis

3,406,000 3,395,000

Subd. 8. Design Engineering

58,474,000 57,875,000

\$75,000 the first year and \$75,000 the second year are for a transportation research contingent account to finance research projects that are reimbursable from the federal government or from other sources. If the appropriation for either year is insufficient, the appropriation for the other year is available for it.

Subd. 9. Construction Engineering

67,232,000 67,006,000

Subd. 10. State Road Operations

144,665,000 144,312,000

Subd. 11. Equipment

16,966,000

17,429,000

1992 1993 \$ \$

Summary by Fund

General 5,000 5,000 Airports 58,000 59,000 Trunk Highway 16,903,000 17,365,000

If the appropriation for either year is insufficient, the appropriation for the other year is available for it.

Subd. 12. General Administration

25,806,000 24,819,000

Summary by Fund

 General
 69,000
 53,000

 Airports
 197,000
 197,000

 Trunk Highway
 25,540,000
 24,569,000

The amounts that may be spent from this appropriation for each activity are as follows:

(a) General Management

14,350,000 14,330,000

(b) General Services

7,002,000 6,057,000

Summary by Fund

 General
 43,000
 44,000

 Airports
 140,000
 140,000

 Trunk Highway
 6,819,000
 5,873,000

\$361,000 the first year and \$320,000 the second year are for data processing development. If the appropriation for either year is insufficient, the appropriation for the other year is available for it

The commissioner of transportation shall manage the department of transportation in such a manner as to provide seasonal employees of the department with the maximum feasible amount of employment security consistent with the efficient delivery of department programs.

(c) Legal Services

1,116,000 1,116,000

1992 1993 \$ \$

This appropriation is for the purchase of legal services from or through the attorney general.

(d) Electronic Communications

3,281,000 3,259,000

Summary by Fund

General 26,000 9,000

Trunk Highway 3,255,000 3,250,000

\$26,000 the first year and \$9,000 the second year are for equipment and operation of the Roosevelt signal tower for Lake of the Woods weather broadcasting.

(e) Air Transportation Services

57,000 57,000

This appropriation is from the state airports fund.

Subd. 13. Transfers

The commissioner of transportation with the approval of the commissioner of finance may transfer unencumbered balances among the appropriations from the trunk highway fund and the state airports fund made in this section. No transfer may be made from the appropriation for trunk highway development. No transfer may be made from the appropriations for debt service to any other appropriation. Transfers may not be made between funds. Transfers must be reported immediately to the committee on finance of the senate and the committee on appropriations of the house of representatives.

Subd. 14. Contingent Appropriation

The commissioner of transportation, with the approval of the governor after

1993

\$

consultation with the legislative advisory commission, may transfer all or part of the unappropriated balance in the trunk highway fund to an appropriation for trunk highway design, construction, or inspection in order to take advantage of an unanticipated receipt of income to the trunk highway fund, or to trunk highway maintenance in order to meet an emergency, or to pay tort or environmental claims. The amount transferred is appropriated for the purpose of the account to which it is transferred.

Sec. 3. REGIONAL TRANSIT BOARD

27,129,000 27,130,000

\$12,668,000 the first year and \$12,668,000 the second year are for Metro Mobility.

The regional transit board must not spend any money for metro mobility outside this appropriation.

If an appropriation in this section for either year is insufficient, the appropriation for the other year is available for it.

Sec. 4. TRANSPORTATION REGU-LATION BOARD

730,000 757,000

Approved Complement –

9.5

This appropriation is from the trunk highway fund.

\$40,000 is appropriated from the trunk highway fund for fiscal year 1991 for unanticipated expenditures for administrative hearings, legal costs, employee severance costs, and rent.

Sec. 5. PUBLIC SAFETY

Subdivision 1. Total Appropriation

106,183,000 106,423,000

			1992	1993	
		\$		\$	
	1992	1993			
${\bf Approved} {\bf Complement} - $	1,871.7	1,871.2			
General -	449.2	449.2			
Environmental –	1	1			
Highway User -	173.6	173.6			
Special Revenue –	32.5	32.5			
Trunk Highway –	1,157.1	1,160.1			
Federal -	58.3	54.8			

The above approved complement includes 535 for state-funded, unclassified patrol officers and supervisors of the state patrol and eight for capitol security positions required for the Minnesota History Center. Nothing in this provision is intended to limit the authority of the commissioner of public safety to transfer personnel, with the approval of the commissioner of finance, among the various units and divisions within this section, provided that the above complement must be reduced accordingly.

Summary by Fund

General	31,431,000	31,402,000
Highway User	11,916,000	11,849,000
Special Revenue	2,380,000	2,410,000
Trunk Highway	63,184,000	63,510,000
Environmental	41,000	41,000
Transfers to Other		
Direct	(2,769,000)	(2,789,000)

The amounts that may be spent from this appropriation for each program are specified in the following subdivisions.

Subd. 2. Administration and Related Services

4,830,000 4,932,000

Summary by Fund

General 530,000 529,000 Highway User 19,000 19,000 Trunk Highway 4,281,000 4,384,000

\$314,000 the first year and \$429,000 the second year are for management information systems. Any unencumbered balance remaining in the first year does not cancel but is available for the second year of the biennium.

\$326,000 the first year and \$326,000 the second year are for payment of public safety officer survivor benefits under Minnesota Statutes, section 299A.44. If the appropriation for either year is insufficient, the appropriation for the other year is available for it.

Subd. 3. Emergency Management

1,478,000 1,458,000

Summary by Fund

General 778,000 758,000 Special Revenue 700,000 700,000

\$700,000 the first year and \$700,000 the second year are for nuclear plant preparedness. Any unencumbered balance remaining in the first year does not cancel but is available for the second year of the biennium.

\$286,000 is appropriated from the general fund for fiscal year 1991 for the remaining state obligations to the federal emergency management assistance agency to match federal aid for flood emergencies of 1987 in the metropolitan area and 1989 in the Red River Valley.

Subd. 4. Criminal Apprehension

15,609,000 15,646,000

1993

Summary by Fund

General

13,929,000 13,968,000

Special Revenue

627.000

627,000

Trunk Highway 1,053,000

1,051,000

\$223,000 the first year and \$223,000 the second year are for use by the bureau of criminal apprehension for the purpose of investigating cross-jurisdictional criminal activity. Any unencumbered balance remaining in the first year does not cancel but is available for the second year of the biennium.

\$171,000 the first year and \$171,000 the second year are for grants to local officials for the cooperative investigation of cross-jurisdictional criminal activity. Any unencumbered balance remaining in the first year does not cancel but is available for the second year of the biennium.

\$523,000 the first year and \$523,000 the second year from the bureau of criminal apprehension account in the special revenue fund are for laboratory activities.

\$104,000 the first year and \$104,000 the second year from the bureau of criminal apprehension account in the special revenue fund are for grants to local officials for the cooperative investigation of cross-jurisdictional criminal activity. Any unencumbered balance remaining in the first year does not cancel but is available for the second vear.

Subd. 5. Fire Marshal

2,277,000 2.269,00

Subd. 6. State Patrol

41,220,000

42,017,000

1992 1993 \$ \$

Summary by Fund

General 442,000 441,000 Highway User 90,000 90,000 Trunk Highway 40,688,000 41,486,000

During the biennium ending June 30, 1993, no more than five positions, excluding the chief patrol officer, in the state patrol support activity may be filled by state troopers.

During the biennium ending June 30, 1993, the commissioner may purchase other motor fuel when gasohol is not available for the operation of state patrol vehicles.

Subd. 7. Capitol Security

1,341,000 1,336,000

Subd. 8. Driver and Vehicle Services 33,064,000 32,407,000

Summary by Fund

General 5,654,000 5,643,000 Highway User 10,344,000 10,271,000 Trunk Highway 16,986,000 16,413,000 Special Revenue 80,000 80,000

This appropriation is from the transportation account in the special revenue fund.

\$431,000 the first year and \$431,000 the second year are for chemical use assessment reimbursements to counties.

Of the appropriation from the highway user tax distribution fund, \$109,000 the first year and \$9,000 the second year are for the department's costs related to collegiate plates for the academic excellence scholarship program. The commissioner shall repay these amounts to the highway user tax dis-

1992

tribution fund from amounts received from the sale of these license plates.

The commissioner shall substantially increase the department's efforts to (1) recover the value of worthless checks used for payment of motor vehicle license taxes, (2) deter future use of worthless checks for this purpose, and (3) assist deputy registrars in dealing with the problem of worthless checks. The commissioner shall consult with deputy motor vehicle registrars in formulating and administering these policies. The commissioner implement this requirement to the maximum feasible extent in the next revision of the commissioner's rules governing deputy motor vehicle registrars. The commissioner shall report by February 1, 1992, to the chairs of the house committee on appropriations and senate committee on finance on actions the commissioner has taken and proposes to take to comply with this requirement.

Subd. 9. Liquor Control

761,000 759,000

Subd. 10. Gambling Enforcement

1,222,000 1,218,000

Subd. 11. Traffic Safety

240,000 240,000

Summary by Fund

General 64,000 64,000

Trunk Highway 176,000 176,000

Subd. 12. Drug Policy

587,000 587,000

Subd. 13. Pipeline Safety

873,000 903,000

\$

1992 1993 \$

This appropriation is from the pipeline safety account in the special revenue fund.

Subd. 14. Crime Victims Services

1,620,000 1,587,000

Notwithstanding any other law to the contrary, the crime victims reparations board shall, to the extent possible, distribute the appropriation in equal monthly increments. In no case shall the total awards exceed the appropriation made in this subdivision.

Subd. 15. Children's Trust Fund

520,000 520,000

Summary by Fund

General 420,000 420,000 Special Revenue 100,000 100,000

This appropriation is from the children's trust fund account in the special revenue fund.

Subd. 16. Emergency Response Commission

403,000 404,000

Summary by Fund

General 362,000 363,000 Environmental 41,000 41,000

Subd. 17. Private Detective and Security Licensing

68,000 67,000

Subd. 18. Crime Victims Ombudsman

70,000 73,000

Subd. 19. Transfers

1993

The commissioner of public safety with the approval of the commissioner of finance may transfer unencumbered balances not specified for a particular purpose among the programs within a fund. Transfers must be reported immediately to the committee on finance of the senate and the committee on appropriations of the house of representatives.

Subd. 20. Reimbursements

- (a) \$1,306,000 the first year \$1,320,000 the second year are appropriated from the general fund for transfer by the commissioner of finance to the trunk highway fund on January 1, 1992, and January 1, 1993, respectively, in order to reimburse the trunk highway fund for expenses not related to the fund. These represent amounts appropriated out of the trunk highway fund for general fund purposes in the administration and related services program.
- (b) \$437,000 the first year and \$443,000 the second year are appropriated from the highway user tax distribution fund for transfer by the commissioner of finance to the trunk highway fund on January 1, 1992, and January 1, 1993, respectively, in order to reimburse the trunk highway fund for expenses not related to the fund. These represent amounts appropriated out of the trunk highway fund for highway user fund purposes in the administration and related services program.
- \$1,026,000 the first year and \$1,026,000 the second year are appropriated from the highway user tax distribution fund for transfer by the commissioner of finance to the general fund on January 1, 1992, and January 1, 1993, respectively, in order to reimburse the general fund for expenses not

\$	1992 \$	1993
related to the fund. These represent amounts appropriated out of the general fund for operation of the criminal justice data network related to driver and motor vehicle licensing.	Ψ	
Sec. 6. BOARD OF PEACE OF- FICER STANDARDS AND TRAINING	3,983,000	3,982,000
Approved Complement – 11		
\$500,000 the first year and \$500,000 the second year are for the creation and operation of a school of law enforcement.		
Sec. 7. MINNESOTA SAFETY COUNCIL	71,000	71,000
This appropriation is from the trunk highway fund.		
Sec. 8. COMMERCE		
Subdivision 1. Total Appropriation	12,386,000	12,760,000
1992 1993		
Approved Complement – 237 235 General – 229 227 Environmental – 5 5 Special Revenue – 3 3		
Summary by Fund		
General 11,850,000 12,207,000 Environmental 220,000 224,000 Special Revenue 316,000 329,000		
The amounts that may be spent from		

this appropriation for each program are specified in the following subdivisions.

Subd. 2. Financial Examinations

5,157,000 5,345,000

Subd. 3. Registration and Analysis 1,992,000 2,015,000

1992

1993

Subd. 4. Petroleum Tank Release Cleanup Board

220,000 224,000

This appropriation is from the petroleum tank release cleanup account in the environmental fund for administration.

The commissioners of commerce and the pollution control agency, in cooperation with the petroleum tank release cleanup board, shall study and report to the governor and the legislature by January 1, 1992, on the petroleum tank release cleanup program. The study must include, but need not be limited to, recommendations on program administration, the reasonableness of costs of exploratory drilling, program financing mechanisms, criteria for reimbursements, and program cost controls.

Subd. 5. Administrative Services

1,774,000 1,812,000

Subd. 6. Enforcement and Licensing

3,243,000 3,364,000

Summary by Fund

General 2,927,000 3,035,000 Special Revenue 316,000 329,000

\$316,000 the first year and \$329,000 the second year are from the real estate education, research, and recovery account in the special revenue fund for the purpose of Minnesota Statutes, section 82.34, subdivision 6. If the appropriation from the special revenue fund for either year is insufficient, the appropriation for the other year is available for it.

Subd. 7. Transfers

1992 1993 The commissioner with the approval of the commissioner of finance may transfer unencumbered balances not specified for a particular purpose among the above programs. Transfers must be reported immediately to the committee on finance of the senate and the committee on appropriations of the house of representatives. NON-HEALTH-RELATED Sec. 9. BOARDS Subdivision 1. Total for this section 1,089,000 1,121,000 8,000 Subd. 2. Board of Abstractors 8,000 Subd. 3. Board of Accountancy 441,000 445,000 5 Approved Complement – Subd. 4. Board of Architecture, Engineering, Land Surveying, and 442,000 Landscape Architecture 470,000 Approved Complement -8 Subd. 5. Board of Barber Examiners 135,000 135,000 2.5 Approved Complement – Subd. 6. Board of Boxing 63,000 63,000 Approved Complement – 1.5 Sec. 10. PUBLIC UTILITIES COM-MISSION 2,415,000 2,471,000 Approved Complement – 40 Notwithstanding Minnesota Statutes, section 216B.243, subdivision 6, for any certificate of need application for expansion of the storage capacity for spent nuclear fuel rods, the commission and department shall assess actual amounts billed by the office of administrative hearings and up to \$300,000 of reasonable costs of the commission

and department pursuant to Minnesota

1992

\$

1993

Statutes, section 216B.62, subdivision 6, during the biennium, subject to the limitations of Minnesota Statutes, section 216B.62, subdivision 2.

Sec. 11. PUBLIC SERVICE

Subdivision 1. Total Appropriation

7,467,000 7,727,000

Approved Complement -	141.8
General –	127.8
Special Revenue –	6
Federal –	8

The commissioner shall transfer, from among positions that were transferred to the department from the state energy agency, two positions to areas in which the cost of the positions are recovered from fees on regulated utilities.

The amounts that may be spent from this appropriation for each program are specified in the following subdivisions.

The legislature intends that of the reduction in anticipated department expenditures as a result of the difference between this appropriation and the department's budget request, \$100,000 be achieved through a reduction in activities not funded by fees.

Subd. 2. Telecommunications

626,000 653,000

Subd. 3. Weights and Measures

2,157,000 2,236,000

Subd. 4. Information and Operations Management

1,439,000 1,491,000

Subd. 5. Energy

3,245,000 3,347,000

	\$	1992	\$	1993
Subd. 6. Transfers	•		·	
The department of public service, with the approval of the commissioner of finance, may transfer unencumbered balances not specified for a particular purpose among the above programs. Transfers must be reported immediately to the committee on finance of the senate and the committee on appropriations in the house of representatives.	of d ir s. i- ie i-			
Sec. 12. GAMING		10,00	0	-0-
Approved Complement –	O-			
Sec. 13. LAWFUL GAMBLING CONTROL	J -	1,930,00	0	1,928,000
Approved Complement – 3	17			
Sec. 14. RACING COMMISSION		1,046,00	0	1,058,000
Approved Complement –	9			
General –	8			
Special Revenue –	1			
Sec. 15. STATE LOTTERY BOARD				
The director of the state lottery shall reimburse the general fund \$250,000 the first year and \$250,000 the second year for lottery-related costs incurred by the departments of public safety and human services.	0 d d			
Sec. 16. ETHICAL PRACTICES BOARD	s	340,00	0	351,000
Approved Complement –	6			
Sec. 17. MINNESOTA MUNICIPAL BOARD	L	277,00	0	284,000
Approved Complement –	4			
Any unencumbered balance remaining in the first year does not cancel but it available for the second year.				

1992

\$

1993

Sec. 18. MINNESOTA HISTORICAL SOCIETY

Subdivision 1. Total Appropriation

12,943,000 13,072,000

The amounts that may be spent from this appropriation for each program are specified in the following subdivisions.

The Minnesota historical society is eligible for a salary supplement in the same manner as state agencies. The commissioner of finance will determine the amount of the salary supplement based on available appropriations. Employees of the Minnesota historical society will be paid in accordance with the appropriate pay plan.

Subd. 2. Public Programs and Operations

11,438,000 11,783,000

\$30,000 the first year and \$70,000 the second year are additional funds for the re-opening of the Meighen Store in calendar year 1992, and is in addition to any other funds expended for this purpose.

Any unencumbered balance remaining at the end of the first year must be returned to the state treasury and credited to the general fund.

Subd. 3. Statewide Outreach

615,000 615,000

\$223,000 the first year and \$223,000 the second year are for historic site grants to encourage local historic preservation projects. To be eligible for a grant, a county or local project group must provide a 50 percent match, in accordance with the historical society's guidelines. Any unencumbered balance remaining in the first year does not cancel but is available for the second year.

\$27,000 the first year and \$27,000 the second year are for the state archaeology function.

	1992			1993	
	\$		\$		
Subd. 4. Repair and Replacement		462,000		462,000	

If the appropriation for either year is insufficient, the appropriation for the other year is available for it.

Subd. 5. Fiscal Agent 428,000 212,000

(a) Sibley House Association

93,000 93,000

This appropriation is available for operation and maintenance of the Sibley house and related buildings on the Old Mendota state historic site owned by the Sibley house association.

Notwithstanding any other law, the Sibley house association may purchase fire, wind, hail, and vandalism insurance, and insurance coverage for fine art objects from this appropriation.

(b) Minnesota International Center

91,000 50,000

\$40,000 the first year is to be divided equally by the Minnesota International Center among the school districts currently participating in the U.S.- U.S.S.R. High School Academic Partnership Program and must be used to help pay the cost of sending Minnesota students to study in the Soviet Union.

(c) Minnesota Military Museum 30,000

(d) Minnesota Air National Guard Museum

20,000

1993

1992

\$

\$

(e) Government Learning Center

69,000

69,000

This appropriation is for Project 120.

(f) Greater Cloquet-Moose Lake forest fire museum

25,000

The society shall spend this amount as a grant to the Carlton county historical society to be spent as a grant to the Greater Cloquet-Moose Lake forest fire museum planning committee for the development of the museum. The legislature intends that no further direct appropriation will be made for this purpose.

(g) Museum of the National Guard 25,000

This amount is for a contribution from the state of Minnesota to the museum of the National Guard in Washington, D.C.

(h) Prairieland Expo Center

25,000

The society shall expend this amount as a grant to the southwest regional development commission for assistance for this project.

(i) Battle Point Cultural Center

50,000

This amount is for the Leech Lake Reservation to complete final planning for the Battle Point Cultural Center.

(j) Balances Forward

\$	1992 \$	1993
Any unencumbered balance remaining in this subdivision the first year does not cancel but is available for the second year of the biennium.		
Sec. 19. MINNESOTA HUMANI- TIES COMMISSION	247,000	247,000
Sec. 20. BOARD OF THE ARTS		
Subdivision 1. Total Appropriation	4,043,000	4,018,000
Approved Complement - 16 General - 13 Federal - 3		
Any unencumbered balance remaining in this section the first year does not cancel but is available for the second year of the biennium.		
Subd. 2. Operations and Services	587,000	587,000
Subd. 3. Grants Program	2,025,000	2,025,000
Subd. 4. Regional Arts Councils	1,406,000	1,406,000
Subd. 5. Kee Theatre	25,000	
The board shall spend \$25,000 of the first year appropriation as a grant for the restoration of the Kee theatre in Kiester. It is the intent of the legislature that no further direct appropriation will be made for this purpose. The board may not use any part of this sum for administrative expenses.		
Sec. 21. GREATER MINNESOTA CORPORATION		
Subdivision 1. Total Appropriation	12,600,000	12,400,000
This appropriation is for transfer from the general fund to the greater Minne- sota corporation account in the special revenue fund. The corporation shall spend this amount in accordance with the working papers of the appropriate senate and house of representatives		

1992

1993

standing committees, a true copy of which is on file in the office of the secretary of state.

Subd. 2. Agricultural Utilization Research Institute

- (a) The corporation shall make a grant to the agricultural utilization research institute in an amount specified as provided in subdivision 1. The amount for fiscal year 1992 is reduced by \$3,500,000 if the corporation has not paid \$3,500,000 to the agricultural utilization research institute by July 1, 1991.
- (b) Oil overcharge money appropriated to the commissioner of administration for the agricultural utilization research institute for energy-related grants must be transferred from the greater Minnesota corporation to the institute.

Subd. 3. Institute for Invention and Innovation

The greater Minnesota corporation may make grants to the institute for invention and innovation to develop the program and residential component of a Minnesota-based international product, process and service acquisition and transfer program. The greater Minnesota corporation may not transfer funds to the institute until the corporation (1) has developed a peer review system to evaluate the institute's activities and expenditures, and (2) has approved the institute's plan for spending the amount transferred.

Sec. 22. LABOR AND INDUSTRY

Subdivision 1. Total Appropriation

16,275,000

16,743,000

1992 1993 \$

1992 1993

 Approved Complement –
 348.5
 345.5

 General –
 98.9
 96.4

 Workers' Compensation –
 206.5
 206.5

 Federal –
 38.1
 37.6

 Special Revenue –
 5
 5

Summary by Fund

General 5,436,000 5,514,000

Workers'

Compensation 10,839,000 11,229,000

The legislature intends that the reduction in anticipated department expenditures as a result of the difference between this appropriation and the department's budget request not result in any reduction of activities in areas funded by fees.

The amounts that may be spent from this appropriation for each program are specified in the following subdivisions.

Subd. 2. Workers' Compensation Regulation and Enforcement

7,457,000 7,756,000

This appropriation is from the special compensation fund.

Fee receipts collected as a result of providing direct computer access to public workers' compensation data on file with the commissioner must be deposited in the general fund.

Subd. 3. Workplace Regulation and Enforcement

4,106,000 4,172,000

Subd. 4. General Support

4,712,000 4,815,000

1992 1993 \$ \$

Summary by Fund

General 1,330,000 1,342,000

Workers'

Compensation 3.382.000 3.473.000

\$215,000 the first year and \$215,000 the second year are for labor education and advancement program grants.

Subd. 5. Transfers

The commissioner of labor and industry with the approval of the commissioner of finance may transfer unencumbered balances not specified for a particular purpose among the above programs. Transfers must be reported immediately to the committee on finance of the senate and the committee on appropriations of the house of representatives.

Sec. 23. SECRETARY OF STATE

Subdivision 1. Total Appropriation 5,131,000 4,782,000

 $\begin{array}{lll} \mbox{Approved Complement} - & 69.5 \\ \mbox{General} - & 63.5 \\ \mbox{Special Revenue} - & 6 \end{array}$

The amounts that may be spent from this appropriation for each activity are specified in the following subdivisions.

Subd. 2. Elections and Publications 1,016,000 567,000

\$635,000 the first year is for the presidential primary election.

Subd. 3. Uniform Commercial Code

221,000 220,000

Subd. 4. Business Services

724,000 722,000

	\$	1992	\$	1993
Subd. 5. Administration	Ψ		Ψ	
456,000	459,000			
Subd. 6. Fiscal Operations				
212,000	212,000			
Subd. 7. Data Services				
227,000	229,000			
Subd. 8. Network Operation Registration	ns Voter			
727,000	817,000			
Subd. 9. Network Operation form Commercial Code	ons Uni-			
1,041,000 1	,078,000			
Subd. 10. Reports Renewals F	Registra-			
507,000	478,000			
Subd. 11. Transfers				
The secretary of state may unencumbered balances amo above programs after notify committee on finance of the ser the committee on appropriation house of representatives.	ong the ing the nate and			
Sec. 24. VETERANS OF FO WARS	REIGN	31,000)	31,000
For carrying out the provisions 1945, chapter 455.	of Laws			
Sec. 25. MILITARY ORDER OPURPLE HEART	OF THE	10,000)	10,000
Sec. 26. DISABLED AMI VETERANS	ERICAN	13,000)	12,000
For carrying out the provisions 1941, chapter 425.	of Laws			

	10002	[outil Buj
\$	1992	1993
Sec. 27. UNIFORM LAWS COMMISSION	21,000	22,000
Sec. 28. TRANSPORTATION STUDY BOARD	125,000	125,000
This appropriation is from the highway user tax distribution fund. This appropriation is available only if no other funds are appropriated to the board.		
Sec. 29. GENERAL CONTINGENT ACCOUNTS	325,000	325,000
The appropriations in this section may		

The appropriations in this section may only be spent with the approval of the governor after consultation with the legislative advisory commission pursuant to Minnesota Statutes, section 3.30.

If an appropriation in this section for either year is insufficient, the appropriation for the other year is available for it.

Summary by Fund

Trunk Highway Fund 200,000 200,000

Highway User Tax

Distribution Fund 125,000 125,000

Sec. 30. TORT CLAIMS 600,000 600,000

To be spent by the commissioner of finance.

This appropriation is from the trunk highway fund.

If the appropriation for either year is insufficient, the appropriation for the other year is available for it.

Sec. 31. [TEMPORARY AUTHORITY; CHARTER CARRIERS OF PASSENGERS.]

(a) The transportation regulation board may grant a temporary permit to a motor carrier, or grant a temporary extension of an

existing charter carrier permit to authorize operation as a charter carrier of passengers, within the seven-county metropolitan area if the board finds that:

- (1) the service to be provided under the temporary permit or temporary extension will be provided during the month of January 1992, in connection with or related to the 1992 National Football League championship game;
- (2) the petitioner for the temporary permit or extension is fit and able to conduct the proposed operations; and
- (3) the petitioner's vehicles meet the applicable safety standards of the commissioner of transportation.
- (b) Notwithstanding Minnesota Statutes, section 221.121, subdivision 2, a holder of a temporary permit under this section is not required to seek a permanent permit from the board. The board may charge a registration fee of not more than \$10 for each vehicle that will be operated under authority of the temporary permit or temporary extension. All temporary permits and temporary extensions granted by the board under this section expire on a date specified in the board order granting the temporary permit or extension, but not later than January 31, 1992.
- (c) All provisions of Minnesota Statutes, chapter 221, not inconsistent with this section, apply to temporary permits and temporary extensions granted under this section.
- (d) In granting temporary permits and temporary extensions under this section, the board shall to the maximum feasible extent give priority to Minnesota-based carriers.
- Sec. 32. [EXTENSION OF INSURANCE AGENT LICENSES; EFFECT.]

The commissioner of commerce shall prorate the license fee under Minnesota Statutes, section 60A.17, to reflect the extension of the license term under section 72B.04.

Nothing in section 72B.04 affects continuing education or other requirements imposed by Minnesota Statutes, chapter 60A.

Sec. 33. Laws 1990, chapter 610, article 1, section 13, subdivision 4, is amended to read:

Subd. 4. Federal Aid Demonstration Program and Federal Discretionary Bridge Fund Matching

5,600,000

This appropriation is from the state transportation fund for a grant to provide the local match for the federal aid demonstration program and for federal discretionary bridge funds for the Bloomington ferry bridge. Any amount used for the federal discretionary bridge match for the Bloomington ferry bridge is intended to reduce the amount available for the federal aid demonstration program, not supplement it.

Sec. 34. Laws 1989, chapter 269, section 11, subdivision 7, is amended to read:

Subd. 7. [TRANSFERS.]

The commissioner with the approval of the commissioner of finance may transfer unencumbered balances not specified for a particular purpose among the above programs. Transfers must be reported immediately to the committee on finance of the senate and the committee on appropriations of the house of representatives.

Up to \$50,000 may be used to study the cost effectiveness of care provided by members of the healing arts, as defined in Minnesota Statutes, chapter 146. The commissioner shall report the findings to the legislature by January 1, 1990. The commissioner shall retain the results of the study for future research and reference.

Sec. 35. [TRANSPORTATION STUDY BOARD.]

Subdivision 1. [BOARD EXTENDED; MEMBERSHIP.] A transportation study board is created. The board shall consist of the following members:

- (1) seven members of the senate, with not more than five of the same political party, appointed by the senate committee on committees; and
- (2) seven members of the house of representatives, with not more than five of the same political party, appointed by the speaker of the

- house. Appointments are for two-year terms beginning July 1 of each odd-numbered year. Vacancies must be filled in the same manner as the original appointments.
- Subd. 2. [OFFICERS.] The board shall elect a chair and vice-chair from among its members. The chair must alternate biennially between a member of the house and a member of the senate. The vice-chair must be a house member when the chair is a senate member, and a senate member when the chair is a house member.
- Subd. 3. [STAFF.] The board may employ professional, technical, consulting, and clerical services. The board may use legislative staff to provide legal counsel, research, secretarial, and clerical assistance.
- Subd. 4. [EXPENSES AND REIMBURSEMENT.] The members of the board may receive per diem payments when attending meetings and other commission business. Members, employees, and legislative staff must be reimbursed for expenses actually and necessarily incurred in the performance of their duties under the rules governing legislators and legislative employees.
 - Subd. 5. [EXPIRATION.] This section expires July 1, 1993.
- Sec. 36. Minnesota Statutes 1990, section 10A.02, is amended by adding a subdivision to read:
- Subd. 14. Notwithstanding the provisions of section 8.15, the board must not be assessed the cost of legal services rendered to it by the attorney general's office.
- Sec. 37. Minnesota Statutes 1990, section 12.14, is amended to read:
- 12.14 [ASSESSMENT FOR NUCLEAR SAFETY PREPAREDNESS ACT.]

Any person, firm, corporation, or association in the business of owning or operating a nuclear fission electrical generating plant located in Minnesota, shall pay an assessment quarterly assessments to cover the cost of nuclear power plant emergency response plans and other programs necessary to deal with incidents resulting from the operation of nuclear fission electrical generating plants. An assessment of \$177,500 per plant up to one quarter of the projected annual cost shall be paid to the commissioner of public safety on July 1 of each year. An assessment shall be billed by the commissioner based on actual costs for each quarter of the fiscal year starting with the first quarter ending September 30. The July 1 assessment shall be deducted from the final quarterly billing for the

fiscal year. The assessment collected shall be credited to the nuclear safety preparedness account in the special revenue fund.

Sec. 38. Minnesota Statutes 1990, section 15A.081, subdivision 1, is amended to read:

Subdivision 1. [SALARY RANGES.] The governor shall set the salary rate within the ranges listed below for positions specified in this subdivision, upon approval of the legislative commission on employee relations and the legislature as provided by section 43A.18, subdivisions 2 and 5:

Salary Range Effective July 1, 1987

\$57,500-\$78,500

Commissioner of finance;

Commissioner of education;

Commissioner of transportation;

Commissioner of human services;

Commissioner of revenue;

Commissioner of public safety;

Executive director, state board of investment;

Commissioner of gaming;

Director of the state lottery;

\$50,000-\$67,500

Commissioner of administration;

Commissioner of agriculture;

Commissioner of commerce;

Commissioner of corrections;

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Commissioner of jobs and training;
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Commissioner of employee relations;

Commissioner of health;

Commissioner of labor and industry;

Commissioner of natural resources;

Commissioner of trade and economic development;

Chief administrative law judge; office of administrative hearings;

Commissioner, pollution control agency;

Commissioner, state planning agency;

Director, office of waste management;

Commissioner, housing finance agency;

Executive director, public employees retirement association;

Executive director, teacher's retirement association;

Executive director, state retirement system;

Chair, metropolitan council;

Chair, regional transit board;

\$42,500-\$60,000

Commissioner of human rights;

Commissioner, department of public service;

Commissioner of veterans' affairs:

Commissioner, bureau of mediation services;

Commissioner, public utilities commission;

Member, transportation regulation board;

Ombudsman for corrections;

Ombudsman for mental health and retardation.

- Sec. 39. Minnesota Statutes 1990, section 16A.662, subdivision 2, is amended to read:
- Subd. 2. [BONDS AUTHORIZED.] When authorized by law enacted in accordance with the constitution, article XI, sections 5 and 7, the commissioner may by order sell and issue infrastructure development bonds of the state evidencing public debt incurred for any purpose stated in the law. The bonds are general obligations of the state, and the full faith and credit of the state are pledged for their payment.
- Sec. 40. Minnesota Statutes 1990, section 16A.662, subdivision 4, is amended to read:
- Subd. 4. [ESTABLISHMENT OF DEBT SERVICE ACCOUNT: APPROPRIATION OF DEBT SERVICE ACCOUNT MONEY, There is established within the state bond fund a separate and special account designated as the infrastructure development bond debt service account. There must be transferred to this debt service account in each fiscal year from money in the infrastructure development fund, other than bond proceeds and interest carned on bond proceeds, an amount sufficient to increase the balance on hand in the debt service account on each December 1 to an amount equal to the full amount of principal and interest to come due on all outstanding infrastructure development bonds to and including the second following July 1. The amount necessary to make the transfer is appropriated from the infrastructure development fund. The money on hand in the debt service account must be used solely for the payment of the principal of, and interest on, the bonds issued under Laws 1990, chapter 610, article 1, section 30, subdivision 2, and is appropriated for this purpose. This appropriation does not cancel as long as any of the bonds remain outstanding.
- Sec. 41. Minnesota Statutes 1990, section 16A.662, subdivision 5, is amended to read:
- Subd. 5. [ASSESSMENT TO HIGHER EDUCATION SYSTEMS.]
 (a) In order to reduce the amount otherwise required to be trans-

ferred under subdivision 4 to the state bond fund with respect to bonds heretofore or hereafter issued under Laws 1990, chapter 610, article 1, section 30, subdivision 2, the commissioner of finance shall assess each higher education system for one-third the amount that would otherwise need to be transferred with respect to infrastructure development those bonds sold to finance capital improvement projects at institutions under the control of the system; provided that, to the extent that the amount to be transferred is for payment of principal and interest on bonds sold to finance life safety improvements, the commissioner must not assess the higher education systems for the transfer.

(b) After each sale of infrastructure development the bonds, the commissioner of finance shall notify the state board for vocational technical education, the state board for community colleges, the state university board, and the regents of the University of Minnesota of the amounts for which each system is responsible for each year for the life of the bonds. The amounts payable each year are reduced by one-third of the net income from investment of infrastructure development those bond proceeds that must be allocated among the systems in proportion to the amount of principal and interest otherwise required to be paid by each. Each higher education system shall pay its annual share of debt service payments to the commissioner of finance by December 1 each year. If a higher education system fails to make a payment when due, the commissioner of finance shall reduce allotments for appropriations from the general fund otherwise payable to the system to cover the amount of the missed debt service payment. The commissioner of finance shall credit the payments received from the higher education systems to the infrastructure development bond debt service account in the state bond fund each December 1 before the transfer is made under subdivision 4.

Sec. 42. Minnesota Statutes 1990, section 60A.14, subdivision 1, is amended to read:

Subdivision 1. [FEES OTHER THAN EXAMINATION FEES.] In addition to the fees and charges provided for examinations, the following fees must be paid to the commissioner for deposit in the general fund:

- (a) by township mutual fire insurance companies:
- (1) for filing certificate of incorporation \$25 and amendments thereto, \$10;
 - (2) for filing annual statements, \$15;
 - (3) for each annual certificate of authority, \$15;

- (4) for filing bylaws \$25 and amendments thereto, \$10.
- (b) by other domestic and foreign companies including fraternals and reciprocal exchanges:
- (1) for filing certified copy of certificate of articles of incorporation, \$100;
 - (2) for filing annual statement, \$225;
- (3) for filing certified copy of amendment to certificate or articles of incorporation, \$100;
 - (4) for filing bylaws, \$75 or amendments thereto, \$75;
 - (5) for each company's certificate of authority, \$575, annually.
 - (c) the following general fees apply:
- (1) for each certificate, including certified copy of certificate of authority, renewal, valuation of life policies, corporate condition or qualification, \$15;
- (2) for each copy of paper on file in the commissioner's office 50 cents per page, and \$2.50 for certifying the same;
- (3) for license to procure insurance in unadmitted foreign companies, \$575;
- (4) for receiving and forwarding each notice, proof of loss, summons, complaint or other process served upon the commissioner of commerce, as attorney for service of process upon any nonresident agent or insurance company, including reciprocal exchanges, \$15 plus the cost of effectuating service by certified mail, which amount must be paid by the party serving the notice and may be taxed as other costs in the action;
- (5) for valuing the policies of life insurance companies, one cent per \$1,000 of insurance so valued, provided that the fee shall not exceed \$1,000 \(\frac{\$13,000}{\$13,000} \) per year for any company. The commissioner may, in lieu of a valuation of the policies of any foreign life insurance company admitted, or applying for admission, to do business in this state, accept a certificate of valuation from the company's own actuary or from the commissioner of insurance of the state or territory in which the company is domiciled;
- (6) for receiving and filing certificates of policies by the company's actuary, or by the commissioner of insurance of any other state or territory, \$50;

- (7) for issuing an initial license to an individual agent, \$20 \$25 per license, for issuing an initial agent's license to a partnership or corporation, \$50, and for issuing an amendment (variable annuity) to a license, \$20 \$25, and for renewal of amendment, \$20 \$25;
- (8) for each appointment of an agent filed with the commissioner, a domestic insurer shall remit \$5 and all other insurers shall remit \$3;
- (9) for renewing an individual agent's license, \$20 \$25 per year per license, and for renewing a license issued to a corporation or partnership, \$50 per year;
 - (10) for issuing and renewing a surplus lines agent's license, \$150;
 - (11) for issuing duplicate licenses, \$5;
 - (12) for issuing licensing histories, \$10;
 - (13) for filing forms and rates, \$50 per filing;
 - (14) for annual renewal of surplus lines insurer license, \$300.

The commissioner shall adopt rules to define filings that are subject to a fee.

- Sec. 43. Minnesota Statutes 1990, section 60A.17, subdivision 1d, is amended to read:
- Subd. 1d. [RENEWAL FEE.] (a) Each agent licensed pursuant to this section shall annually pay in accordance with the procedure adopted by the commissioner a renewal fee as prescribed by section 60A.14, subdivision 1, paragraph (c), clause (10).
- (b) Every agent, corporation, and partnership license expires on May October 31 of the year for which period a license is issued.
- (c) Persons whose applications have been properly and timely filed who have not received notice of denial of renewal are approved for renewal and may continue to transact business whether or not the renewed license has been received on or before June November 1. Applications for renewal of a license are timely filed if received by the commissioner on or before May October 15 of the year due, on forms duly executed and accompanied by appropriate fees. An application mailed is considered timely filed if addressed to the commissioner, with proper postage, and postmarked by May October 15.
 - (d) The commissioner may issue licenses for agents, corporations,

or partnerships for a three-year period. If three-year licenses are issued, the fee is three times the annual license fee.

- Sec. 44. Minnesota Statutes 1990, section 72B.04, subdivision 7, is amended to read:
- Subd. 7. [LICENSE TERM.] Every adjuster's and public adjuster solicitor's license shall be for a term expiring on May October 31 next following the date of its issuance, and may be renewed for the ensuing calendar year upon the timely filing of an application for renewal.
- Sec. 45. Minnesota Statutes 1990, section 80C.04, subdivision 1, is amended to read:
- Subdivision 1. An application for registration of a franchise shall be made by filing with the commissioner a proposed public offering statement accompanied by a fee of \$250 \$400. The public offering statement shall contain the following:
- (a) The name of the franchisor, the name under which the franchisor is doing or intends to do business, and the name of any parent or affiliated person that will engage in business transactions with franchisees;
- (b) The franchisor's principal business address, the address of its agent in this state authorized to receive service of process, and a consent to service of process as required by section 80C.20, if applicable;
- (c) The business form of the franchisor, whether corporate, partnership or otherwise, and the state or other sovereign power under which the franchisor is organized;
- (d) Such information concerning the identity and business experiences of persons affiliated with the franchisor as the commissioner may by rule prescribe;
- (e) A statement whether the franchisor or any person identified in the public offering statement:
- (1) Has during the ten year period immediately preceding the date of the public offering statement been convicted of a felony, pleaded nolo contendere to a felony charge, or been held liable in a civil action by final judgment if such felony or civil action involved fraud, embezzlement, fraudulent conversion, restraint of trade, unfair or deceptive practices or misappropriation of property;
- (2) Is subject to any currently effective order of the United States Securities and Exchange Commission or the securities administra-

tor of any state denying registration to or revoking or suspending the license or registration of such person as a securities broker, dealer, agent, or investment adviser, or is subject to any currently effective order of any national securities association or national securities exchange, as defined in the Securities Exchange Act of 1934, suspending or expelling such person from membership in such association or exchange;

- (3) Is subject to any currently effective order or ruling of the Federal Trade Commission;
- (4) Is subject to any currently effective injunctive or restrictive order relating to the business which is the subject of the franchise offered or any other business activity as a result of an action brought by any public agency or department; or
 - (5) Has any civil or criminal actions pending against that franchisor or person involving fraud, embezzlement, fraudulent conversion, restraint of trade, unfair or deceptive practices or misappropriation of property.

Such statement shall set forth the court and date of conviction or judgment, any penalty imposed or damages assessed, the date, nature and issuer of any orders, and the court, nature, and current status of any pending action.

- (f) The business experience of the franchisor, including the length of time the franchisor has conducted a business of the type to be operated by the franchisees, has granted franchises for such businesses, and has granted franchises in other lines of business.
- (g) A balance sheet of the franchisor as of the end of the franchisor's most recent fiscal year and an income statement for the period ending on the date of such balance sheet, both audited by an independent certified public accountant; and, if the fiscal year-end of the franchisor is in excess of 90 days prior to the date of filing the application, a balance sheet and income statement, which may be unaudited, as of a date within 90 days of the date of the application. The commissioner may by rule or order prescribe the form and content of financial statements required under this clause and the circumstances under which consolidated financial statements may or shall be filed, and may waive the requirement of audited financial statements;
- (h) A copy of the entire franchise contract or agreement proposed for use, including all amendments thereto;
- (i) A statement of the franchise fee charged, the proposed use of the proceeds of such fee by the franchisor, and the method or formula

by which the amount of the fee is determined if the fee is not the same in all cases;

- (j) A statement describing any payments or fees other than franchise fees that the franchisee or subfranchisor is required to pay to the franchisor, including royalties and payments or fees which the franchisor collects in whole or in part on behalf of a third party;
- (k) A statement of the conditions under which the franchise agreement may be terminated or renewal refused or repurchased at the option of the franchisor, any limitations on the right of the franchisee to sell, transfer, assign, move, renew or terminate the franchise, and a description of the provisions regarding franchisee equity upon sale, termination, refusal to renew, or repurchase;
- (l) A statement whether, by the terms of the franchise agreement or by other device or practice, the franchisee or subfranchisor is required to purchase from the franchisor or person designated by the franchisor, services, supplies, products, fixtures or other goods relating to the establishment or operation of the franchise business, together with a description thereof;
- (m) A statement of any restriction or condition imposed by the franchisor whether by the terms of the franchise agreement or by other device or practice of the franchisor whereby the franchisee is limited in the goods or services offered by the franchisee to the franchisee's customers;
- (n) A statement of the terms and conditions of any financing arrangements when offered directly or indirectly by the franchisor or an agent or affiliate;
- (o) A statement of any past or present practice or of any intent of the franchisor to sell, assign or discount to a third party any note, contract or other obligation of the franchisee or subfranchisor in whole or in part;
- (p) A copy of any statement of estimated or projected franchisee earnings prepared for presentation to prospective franchisees or subfranchisors, or other persons, together with a statement setting forth the data upon which such estimation or projection is based;
- (q) A statement describing the training program, supervision and assistance the franchisor has provided and will provide the franchisee;
- (r) A statement of any compensation or other benefit given or promised to a public figure arising, in whole or in part, from the use of the public figure in the name or symbol of the franchise or the endorsement or recommendation of the franchise by the public

figure in advertisements, and the extent to which such public figure is involved in the actual management of the franchisor;

- (s) A statement of the number of franchises presently operating and proposed to be sold;
- (t) A statement whether franchisee or subfranchisors receive an exclusive area and territory, and if so, a map thereof; and
 - (u) Such other information as the commissioner may require;
- (v) When the franchises to be registered are proposed to be offered and sold by a subfranchisor or the subfranchisor's agents, the application shall also include the same information concerning the subfranchisor as is required concerning the franchisor pursuant to this section.
- Sec. 46. Minnesota Statutes 1990, section 80C.07, is amended to read:

80C.07 [AMENDMENT OF REGISTRATION.]

A person with a registration in effect shall, within 30 days after the occurrence of any material change in the information on file with the commissioner, notify the commissioner in writing of the change by an application to amend the registration accompanied by a fee of \$50 \$100. The commissioner may by rule define what shall be considered a material change for such purposes, and may determine the circumstances under which a revised public offering statement must accompany the application. If the amendment is approved by the commissioner, it shall become effective upon the issuance by the commissioner of an order amending the registration.

Sec. 47. Minnesota Statutes 1990, section 80C.08, subdivision 1, is amended to read:

Subdivision 1. Within 120 days after the fiscal year end of the registrant, the registrant shall file a report in the form prescribed by rule of the commissioner. A fee of \$100 \$200 shall accompany the annual report.

Sec. 48. Minnesota Statutes 1990, section 82.22, subdivision 1, is amended to read:

Subdivision 1. [GENERALLY.] Each applicant for a license must pass an examination conducted by the commissioner. The examinations shall be of sufficient scope to establish the competency of the applicant to act as a real estate broker, as or a real estate salesperson, or as a real estate closing agent.

- Sec. 49. Minnesota Statutes 1990, section 82.22, subdivision 5, is amended to read:
- Subd. 5. [PERIOD FOR APPLICATION.] An applicant who obtains an acceptable score on a salesperson's or elosing agent's examination must file an application and obtain the license within one year of the date of successful completion of the examination or a second examination must be taken to qualify for the license. If a new examination is required, prelicense education must be completed in accordance with subdivision 6.
- Sec. 50. Minnesota Statutes 1990, section 82.22, subdivision 10, is amended to read:
- Subd. 10. [RENEWAL; EXAMINATION.] Except as provided in subdivisions 3 and 7, no examination shall be required for the renewal of any license, provided, however, any licensee having been licensed as a broker, or salesperson, or closing agent in the state of Minnesota and who shall fail to renew the license for a period of two years shall be required by the commissioner to again take an examination.
- Sec. 51. Minnesota Statutes 1990, section 82.22, subdivision 11, is amended to read:
- Subd. 11. [EXAMINATION ELIGIBILITY; REVOCATION.] No applicant shall be eligible to take any examination if a license as a real estate broker, or salesperson, or elosing agent has been revoked in this or any other state within two years of the date of the application.
- Sec. 52. Minnesota Statutes 1990, section 115C.09, is amended by adding a subdivision to read:
- Subd. 6. [LIMITATION ON REIMBURSEMENT OBLIGATION.] The amount of the state's obligation to make reimbursement under this chapter is limited to the amount available. Notwithstanding any other provisions of this chapter, there shall be no obligation to the general fund to make a reimbursement if there are not sufficient funds in the petroleum tank release cleanup account.
- Sec. 53. Minnesota Statutes 1990, section 129D.04, is amended by adding a subdivision to read:
- Sec. 54. Minnesota Statutes 1990, section 129D.04, is amended by adding a subdivision to read:

Subd. 6. The board's receipts from the sale of publications, mailing lists, recordings or media projects, and fees from seminars or workshops are annually appropriated to the board for the purposes of this section.

Sec. 55. Minnesota Statutes 1990, section 129D.05, is amended to read:

129D.05 [PUBLICATIONS; LEGEND.]

Every publication, program, or other graphic material prepared by the board or prepared for use by any other organization in connection with an activity paid for by the board shall bear the legend: "This activity is made possible in part by a grant provided by the Minnesota state arts board through an appropriation by the Minnesota state legislature."

Each publication, program, or other graphic material prepared by an individual artist in connection with an activity paid for by the board shall bear the legend: "(artist's name) is a (fiscal year) recipient of a (program) grant from the Minnesota state arts board from funds appropriated by the Minnesota legislature."

Sec. 56. Minnesota Statutes 1990, section 138.91, is amended to read:

138.91 [MINNESOTA HUMANITIES COMMISSION.]

Subdivision 1. [REPORTS.] From money appropriated to it for this purpose the Minnesota historical society shall make grants to the Minnesota humanities commission for its general operations and management. A grant shall not be made unless matched by an equal amount of federal money. At least 50 percent of the amount appropriated shall be used for cooperation with and service for other groups, agencies, and institutions outside the seven-county metropolitan area for the support and dissemination of the humanities.

Subd. 2. The Minnesota humanities commission shall report to the legislature by September 1 of each year on the use of these grants state funds appropriated to the commission. The report shall include an itemized account of the programs and projects supported and the source of money for each. The report shall show actual expenditures for the fiscal year ending the preceding June 30 and proposed expenditures for the fiscal year beginning the preceding July 1.

Subd. 3. 2. [HUMANITIES RESOURCE CENTER.] (a) The Minnesota humanities commission may establish a humanities resource center to ensure balance in public education and in the cultural life of the state, and to improve humanities education through the

establishment of two institutes: The Minnesota institute for lifelong learning, and the Minnesota institute for the advancement of teaching.

- (b) The humanities resource center may transport people and resources to small towns, rural communities, and urban settings to provide grants, technical assistance, and high quality educational and cultural programs to schools and community organizations throughout Minnesota.
- (c) The Minnesota institute for the advancement of teaching may conduct seminars and other activities for the recognition of the teaching profession and the advancement of teaching in Minnesota.
- Sec. 57. Minnesota Statutes 1990, section 138.94, is amended to read:

138.94 [STATE HISTORY CENTER.]

Subdivision 1. [DESIGNATION.] The historical building at 690 Cedar Street and the land housing the Mechanic Arts gymnasium, parking lot, and any other properties between those entities and the historical building at 690 Cedar Street 160 John Ireland Boulevard is hereby designated as the state historical history center, and is to be used for such purposes notwithstanding any other law to the contrary. Authority for administration and control of the state historical history center is conferred on the Minnesota historical society. The society is not exempt from rental or lease costs by the state. The state will maintain and provide custodial, security, and climate control services for the historical history center.

- Subd. 2. [USER FEES.] The society may charge fees it deems reasonable for uses relating to the state history center including parking and special exhibits.
- Sec. 58. Minnesota Statutes 1990, section 162.02, subdivision 12, is amended to read:
- Subd. 12. [SYSTEM TO INCLUDE FORMER MUNICIPAL STATE-AID STREETS.] Former municipal state-aid streets located in a city that previously received money from the municipal state-aid street fund but whose population fell below 5,000 under the 1980 or 1990 federal census must be included in the county state-aid highway system, subject to the approval of the governing bodies of the city and the county. An action taken by a county board approving the inclusion of a former municipal state-aid street in the county state-aid highway system must also include a resolution taking over the street as a county highway under section 163.11. The county state-aid highway system is increased in extent by the

addition of the mileage of municipal state-aid streets reverting or turned over to the jurisdiction of the counties under this subdivision.

Sec. 59. Minnesota Statutes 1990, section 168C.04, is amended to read:

168C.04 [REGISTRATION FEE.]

- Subdivision 1. The registration fee for bicycles shall be \$3 until January 1, 1985, and shall be \$5 thereafter \$9 after July 1, 1991. These fees shall be paid at the time of registration. The fees, and any donations in excess of the fees must be deposited in the general fund a bicycle transportation account in the special revenue fund. Proof of purchase is required for registration. Bicycles lacking proof of purchase may be registered if there is no evidence that the bicycle is stolen. However, the registration record must be marked to indicate that no proof of purchase was provided. The registration is valid for three calendar years. A person registering a bicycle may add an additional amount to the registration fee, and all amounts so added must be deposited in the same manner as registration fees. A person registering a bicycle must at the time of registration be informed that a registrant may add an additional amount to the fee and that all such additional amounts will be used for the purposes specified in subdivision 2.
- Subd. 2. Funds received from bieyele registration may be expended only by legislative appropriation for the following purposes:
- (a) for the costs incurred by the commissioner in administering the bicycle registration program;
- (b) beginning July 1, 1984, for a program to be conducted by the commissioner to publicize the bicycle registration program and encourage participation in it by bicycle owners and local units of government;
- (e) for the development of bieyele safety education programs and the development of bieyele transportation and recreational facilities including but not limited to bieyele lanes and ways on highway right of way, off road bieyele trails and bieyele mapping. A bicycle transportation account is created in the special revenue fund. All funds in the account, up to a maximum of \$160,000 in a fiscal year, are annually appropriated as follows:
- (1) one-half to the commissioner of transportation for the development of bicycle transportation and recreational facilities on public highways, including but not limited to bicycle lanes and ways on highways, off-road bicycle trails, and bicycle mapping; and
 - (2) one-half to the commissioner of public safety for bicycle safety

programs, administration of the bicycle registration program, and public information and education designed to encourage participation in the program.

- Subd. 3. An agency of the state expending funds from the bicycle program transportation account must, in making expenditures for the purposes of subdivision 2, paragraph (c) give consideration to participation or nonparticipation by a political subdivision in the bicycle registration program as provided in section 168C.13 and the extent of local public participation in the program before approving a project or expenditure in that political subdivision.
- Subd. 4. Not later than March 1, 1985 the commissioner shall report to the legislature on funds expended under subdivision 2, paragraph (b) and accomplishments in carrying out the purposes of that clause.
- Sec. 60. Minnesota Statutes 1990, section 171.06, subdivision 2a, is amended to read:
- Subd. 2a. [FEE INCREASED.] The fee for any duplicate drivers license which is obtained for the purpose of adding a two-wheeled vehicle endorsement is increased by \$7.50 \$15 for each first such duplicate license and \$6 \$12 for each renewal thereof. The additional fee shall be paid into the state treasury and credited as follows:
- (1) \$7.50 of the additional fee for each first duplicate license, and \$6 of the additional fee for each renewal, must be credited to the motorcycle safety fund which is hereby created; provided that any fee receipts in excess of \$500,000 in a fiscal year shall be credited 90 percent to the trunk highway fund and ten percent to the general fund, as provided in section 171.26.
- (2) The remainder of the additional fee must be credited to the general fund.

All application forms prepared by the commissioner for twowheeled vehicle endorsements shall clearly contain the information that of the total fee charged for the endorsement, \$6 is dedicated to the motorcycle safety fund.

- Sec. 61. Minnesota Statutes 1990, section 171.26, is amended to read:
- 171.26 [MONEY CREDITED TO TRUNK HIGHWAY FUND AND TO GENERAL FUND.]

All money received under the provisions of this chapter shall be paid into the state treasury with 90 percent of such money credited to the trunk highway fund, and ten percent credited to the general

- fund, except as provided in section sections 171.06, subdivision 2a; and 171.29, subdivision 2.
- Sec. 62. Minnesota Statutes 1990, section 174.24, is amended by adding a subdivision to read:
- Subd. 2a. [ELIGIBLE ACTIVITIES.] Activities eligible for assistance under the program include but are not limited to:
- (1) planning and engineering design for transit services and facilities;
- (2) capital assistance to purchase or refurbish transit vehicles and other capital expenditures necessary to provide a transit service;
 - (3) operating assistance as provided under subdivision 3; and
- (4) other assistance for public transit services that furthers the purposes of section 174.21.
- Sec. 63. Minnesota Statutes 1990, section 182.651, is amended by adding a subdivision to read:
- Subd. 21. [AFFECTED EMPLOYEE.] "Affected employee" means a current employee of a cited employer who is exposed within the scope of employment to the alleged hazard described in the citation.
- Sec. 64. Minnesota Statutes 1990, section 182.651, is amended by adding a subdivision to read:
- Subd. 22. [AUTHORIZED EMPLOYEE REPRESENTATIVE.] "Authorized employee representative" means a labor organization that has a collective bargaining relationship with the cited employer and that represents affected employees.
- Sec. 65. Minnesota Statutes 1990, section 182.651, is amended by adding a subdivision to read:
- Subd. 23. [RESPONDENT.] "Respondent" means a person against whom a complaint has been issued or served.
- Sec. 66. Minnesota Statutes 1990, section 182.661, subdivision 1, is amended to read:
- Subdivision 1. If, after an inspection or investigation, the commissioner issues a citation under section 182.66, the commissioner shall notify the employer by certified mail of the penalty, if any, proposed to be assessed under section 182.666 and that the employer has 15 working 20 calendar days within which to notify the commissioner in writing file a notice of contest and certification of service, on a

form provided by the commissioner, indicating that the employer wishes to contest the citation, type of violation, proposed assessment of penalty, or the period of time fixed in the citation given for correction of violation. A copy of the citation and the proposed assessment of penalty shall also be mailed to the bargaining authorized employee representative and, in the case of the death of an employee, to the next of kin if requested and designated representative of the employee if known to the department of labor and industry. If within 15 working 20 calendar days from the receipt of the penalty notice issued by the commissioner the employer fails to notify the commissioner in writing that the employer intends to contest the citation or proposed assessment of penalty file the notice of contest, and no notice contesting either the citation, the type of violation, proposed penalty, or the time fixed for abatement in the citation of contest is filed by any employee or authorized representative of employees under subdivision 3 within such time, the citation and assessment, as proposed, shall be deemed a final order of the board commissioner and not subject to review by any court or agency.

Sec. 67. Minnesota Statutes 1990, section 182.653, subdivision 9, is amended to read:

Subd. 9. [STANDARD INDUSTRIAL CLASSIFICATION LIST.] The commissioner shall adopt, in accordance with section 182.655, a rule specifying a list of standard industrial classifications of employers who must comply with subdivision 8. The commissioner shall demonstrate the need to include each industrial classification on the basis of the safety record or workers' compensation record of that industry segment. An employer must comply with subdivision 8 six months following the date the standard industrial classification that applies to the employee is placed on the list. An employer having less than 51 employees must comply with subdivision 8 six months following the date the standard industrial classification that applies to the employee is placed on the list or by July 1, 1993, whichever is later. The list shall be updated every two years.

Sec. 68. Minnesota Statutes 1990, section 182.661, subdivision 2, is amended to read:

Subd. 2. If the commissioner has reason to believe that an employer has failed to correct a violation for which a citation has been issued within the period permitted for its correction, which period shall not begin to run until the entry of a final order by the board commissioner in case of any review proceedings under this section initiated by the employer in good faith and not solely for delay or avoidance of penalties, the commissioner shall notify the employer by certified mail of such failure and of the penalty proposed to be assessed under section 182.666 by reason of such failure, and that the employer has 15 working 20 calendar days within which to notify in writing the commissioner file a notice of contest and

certification of service, on a form provided by the commissioner, indicating that the employer wishes to contest the commissioner's notification or the proposed assessment of penalty. If, within 15 working 20 calendar days from the receipt of penalty notification issued by the commissioner, the employer fails to notify in writing the commissioner file the notice of contest indicating that the employer intends to contest the notification or proposed assessment of penalty, the penalty notification and assessment, as proposed, shall be deemed a final order of the board commissioner and not subject to review by any court or agency.

Sec. 69. Minnesota Statutes 1990, section 182.661, subdivision 2a, is amended to read:

Subd. 2a. The commissioner may bring an action in district court for injunctive or other appropriate relief including monetary damages if the employer fails to comply with a final order of the board commissioner.

Sec. 70. Minnesota Statutes 1990, section 182.661, subdivision 3, is amended to read:

Subd. 3. If an employer notifies the commissioner that the employer intends to contest the citation or the proposed assessment of penalty or the employee or the authorized employee representative notifies the commissioner that the employee intends to contest the time fixed for abatement in the citation issued under section 182.66, the citation, the type of alleged violation, the proposed penalty, or notification issued under subdivisions 1 or 2, the board commissioner shall conduct resolve the matter by settlement agreement, petition the board for a decision based on stipulated facts, or refer the matter to an administrative law judge for a hearing in accordance with the applicable provisions of chapter 14, for hearings in contested cases. Where the commissioner refers a matter for a contested case hearing, the administrative law judge shall make findings of fact, conclusions of law, and any appropriate orders. The determinations shall be the final decision of the commissioner and may be appealed to the board by any party. The rules of procedure prescribed by the board commissioner shall provide affected employees or authorized representatives of affected employees an opportunity to participate as parties to hearings under this subdivision. Upon receipt of notice of hearing under this subdivision, the employer shall serve such notice as required by rule.

Sec. 71. Minnesota Statutes 1990, section 182.661, subdivision 3a, is amended to read:

Subd. 3a. As prescribed in rules issued by the board commissioner, each notice of intent to contest the citation, proposed assessment of penalty, or period of time fixed in the citation for correction of the violation shall be prominently posted at or near each place a

violation referred to in the citation occurred or served on affected employers, employees, and <u>authorized</u> employee representatives. If the contesting employer, employee, or <u>authorized</u> employee representation representative fails to post or serve the notice of intent to contest the citation, the proposed assessment of penalty, or the period of time fixed for correction of the violation within the time prescribed in rules issued by the board commissioner, the board administrative law judge may render a default judgment in favor of the commissioner.

- Sec. 72. Minnesota Statutes 1990, section 182.661, is amended by adding a subdivision to read:
- Subd. 3b. [SERVICE OF NOTICES.] The contesting party shall serve a copy of the notice of contest and notice to employees, on forms provided by the commissioner, upon unrepresented affected employees and authorized employee representatives on or before the date the notice of contest is filed with the commissioner. For purposes of this section, a document is considered filed upon receipt by the commissioner.
- Sec. 73. Minnesota Statutes 1990, section 182.661, is amended by adding a subdivision to read:
- Subd. 5. [SETTLEMENT.] Where the parties resolve a contested matter by settlement agreement, the contesting party shall serve a copy of the agreement upon affected employees and authorized employee representatives. Affected employees and authorized employee representatives may file, with the commissioner, an objection to the settlement agreement. The objections must be filed within ten calendar days after service of the agreement. Upon receipt of an objection to a settlement agreement, the commissioner may refer the agreement to the office of administrative hearings for assignment to an administrative law judge who shall give consideration to the objection before approving or disapproving the agreement. If no timely objection is made, the settlement agreement becomes a final order of the commissioner.
- Sec. 74. Minnesota Statutes 1990, section 182.661, is amended by adding a subdivision to read:
- Subd. 6. [COMPLAINT AND ANSWER.] The commissioner shall serve a complaint on all parties no later than 90 calendar days after receiving a notice of contest. The contesting party shall serve an answer on all the parties within 20 calendar days after service of the complaint.
- Sec. 75. Minnesota Statutes 1990, section 182.664, subdivision 3, is amended to read:

Subd. 3. The review board or its appointed administrative law judges may hold hearings at places of convenience to the parties concerned shall review and decide appeals from final decisions and orders of the commissioner, including decisions issued by administrative law judges, petitions to vacate final orders of the commissioner, and with the agreement of the parties, may review and decide petitions for decisions based on stipulated facts. The powers of the board in the conduct of hearings, including the power to administer eaths and subpoena persons sign decisions and orders, may be exercised on its behalf by delegated to a member, members, or an administrative law judge appointed by the board chair. The board may administer oaths and subpoena persons, including parties, as witnesses and may compel them to produce documentary evidence for hearings schedule a hearing for purposes of taking oral argument. A notice stating the time and place of the hearing must be given ten days in advance of such a hearing to the parties and copies of the notice of such hearing shall be posted served by the employer at such places as rules of the board shall require. The hearings shall be open to the public and the records of hearings board's decisions and orders shall be maintained and available for examination. The hearing shall be conducted in compliance with rules contained in chapter 14. The rules of the board shall provide affected employers, employees or their representatives an opportunity to participate as parties provided they file notice at least five days before the start of the hearing.

Sec. 76. Minnesota Statutes 1990, section 182.664, subdivision 5, is amended to read:

Subd. 5. For the purpose of carrying out its functions under this chapter, two members of the board shall constitute a guorum and official action can be taken only on the affirmative vote of at least two members. The findings decisions and decision orders of an administrative law judge, or final orders of the commissioner, may be appealed to the review board by the employer, employee, or their authorized representatives or any party, within 30 days following publication service by mail of the administrative law judge's findings decision and decision order, or final order of the commissioner. The review board shall have authority to revise, confirm, or reverse the findings decision and decision order of administrative law judges, or to vacate and remand final orders of the commissioner. The board shall only vacate a final order of the commissioner upon a showing of good cause. For purposes of this section, good cause is limited to fraud, mistake of fact or law, or newly discovered evidence.

Sec. 77. Minnesota Statutes 1990, section 182.666, subdivision 1, is amended to read:

Subdivision 1. Any employer who willfully or repeatedly violates the requirements of section 182.653, or any standard, rule, or order

- promulgated adopted under the authority of the commissioner as provided in this chapter, may be assessed a fine not to exceed \$20,000 \$70,000 for each violation. The minimum fine for a willful violation is \$5,000.
- Sec. 78. Minnesota Statutes 1990, section 182.666, subdivision 2, is amended to read:
- Subd. 2. Any employer who has received a citation for a serious violation of its duties under section 182.653, or any standard, rule, or order premulgated adopted under the authority of the commissioner as provided in this chapter, shall be assessed a fine not to exceed \$2,000 \$7,000 for each such violation. If such the violation causes or contributes to the cause of the death of an employee, the employer shall be assessed a fine of up to \$10,000.
- Sec. 79. Minnesota Statutes 1990, section 182.666, subdivision 3, is amended to read:
- Subd. 3. Any employer who has received a citation for a violation of its duties under section 182.653, subdivisions 2 to 4, where such the violation is specifically determined not to be of a serious nature as provided in section 182.651, subdivision 12, may be assessed a fine of up to \$2,000 \$7,000 for each such violation.
- Sec. 80. Minnesota Statutes 1990, section 182.666, subdivision 4, is amended to read:
- Subd. 4. Any employer who fails to correct a violation for which a citation has been issued under section 182.66 within the period permitted for its correction, which period shall not begin to run until the date of the final order of the board commissioner in the case of any review proceedings under this chapter initiated by the employer in good faith and not solely for delay or avoidance of penalties, may be assessed a fine of not more than \$2,000 \$7,000 for each day during which such the failure or violation continues.
- Sec. 81. Minnesota Statutes 1990, section 182.666, subdivision 5, is amended to read:
- Subd. 5. Any employer who violates any of the posting requirements, as prescribed under this chapter, except those prescribed under section 182.661, subdivision 3a, shall be assessed a fine of up to \$2,000 \$7,000 for each violation.
- Sec. 82. Minnesota Statutes 1990, section 182.666, subdivision 5a, is amended to read:
- Subd. 5a. Any employer who knowingly violates section 182.6575 shall be assessed a fine of up to \$2,000 \$7,000 for each violation. The

employer shall also be liable to each aggrieved employee for civil punitive damages of \$400.

Sec. 83. Minnesota Statutes 1990, section 182.669, subdivision 1, is amended to read:

Subdivision 1. Any employee believed to have been discharged or otherwise discriminated against by any person because such employee has exercised any right authorized under the provisions of sections 182.65 to 182.674, may, within 30 days after such alleged discrimination occurs, file a complaint with the commissioner alleging the discriminatory act. Upon receipt of such complaint, the commissioner shall cause such investigation to be made as the commissioner deems appropriate. If upon such investigation the commissioner determines that a discriminatory act was committed against an employee, the commissioner shall refer the matter to the office of administrative hearings for a hearing before an administrative law judge pursuant to the provisions of chapter 14. For purposes of this section, the commissioner shall file with the administrative law judge and serve upon the respondent, by registered or certified mail, a complaint and written notice of hearing. The respondent shall file with the administrative law judge and serve upon the commissioner, by registered or certified mail, an answer within 20 days after service of the complaint. In all cases where the administrative law judge finds that an employee has been discharged or otherwise discriminated against by any person because the employee has exercised any right authorized under sections 182.65 to 182.674, the administrative law judge may order payment to the employee of back pay and compensatory damages. The administrative law judge may also order rehiring of the employee; reinstatement of the employee's former position, fringe benefits, and seniority rights; and other appropriate relief. In addition, the administrative law judge may order payment to the commissioner or to the employee of costs, disbursements, witness fees, and attorney fees. Interest shall accrue on, and be added to, the unpaid balance of an administrative law judge's order from the date the order is signed by the administrative law judge until it is paid. at the annual rate provided in section 549.09, subdivision 1, paragraph (c). An employee may bring a private action in the district court for relief under this section.

Sec. 84. Minnesota Statutes 1990, section 184.28, subdivision 2, is amended to read:

Subd. 2. The department shall hold such examinations at such times and places as it shall determine. An examination fee of \$10 \$20 shall be paid by each applicant in addition to the license fee, which examination fee shall be retained by the department whether or not the applicant passes the examination. The examination fee shall be forfeited if the applicant does not take the examination within six months of the application date. The examination fee of

\$10 \$20 shall cover the costs of preparing and printing the examinations and the cost of giving each person taking the examination a copy of the latest rules. Rules shall be kept on the premises readily available to the counselor, manager, or agent.

Sec. 85. Minnesota Statutes 1990, section 184.29, is amended to read:

184.29 [FEES.]

Before a license is granted to an applicant, the applicant shall pay the following fee:

- (a) An employment agent shall pay an annual license fee of \$200 \$250 for each license.
- (b) A search firm exempt under section 184.22, subdivision 2, shall pay an annual registration fee of \$200 \$250, accompanying the annual statement to the commissioner.
- (c) An applicant for a counselor's license shall pay a license fee of \$10 \$20 and a renewal fee of \$5 \$10.
- (d) An applicant for an employment agency manager's license shall pay a license fee of \$10 \$20 and a renewal fee of \$5 \$10.
- Sec. 86. Minnesota Statutes 1990, section 184A.09, is amended to read:

184A.09 [LICENSE FEES.]

Before a license shall be granted to an applicant, the applicant shall pay a filing fee of \$25 and a license fee of \$250.

An application for consent to transfer or assign a license shall be accompanied by a \$25 filing fee.

Sec. 87. Minnesota Statutes 1990, section 239.78, is amended to read:

239.78 (INSPECTION FEES.)

An inspection fee shall be charged on petroleum products when received by the distributor, and on petroleum products received and held for sale or use by any person when the petroleum products have not previously been received by a licensed distributor. The department shall adjust the inspection fee to recover the amount amounts appropriated for petroleum product quality inspection expenses and the amount appropriated, for the inspection and testing of petroleum product measuring devices as required by this chapter, and for

petroleum supply monitoring under chapter 216C. The department shall review and adjust the inspection fee as required by section 16A.128, except the review of the fee shall occur annually on or before January 1.

The commissioner of revenue shall credit the distributor for inspection fees previously paid in error or for any material exported or sold for export from the state upon filing of a report in a manner approved by the department. The commissioner of revenue is authorized to collect the inspection fees along with any taxes due under chapter 296.

Sec. 88. Minnesota Statutes 1990, section 240.02, subdivision 2, is amended to read:

Subd. 2. [QUALIFICATIONS.] A member of the commission, other than the commissioner, must have been a resident of Minnesota for at least five years before appointment, and must have a background and experience as would qualify for membership on the commission. A member must, before taking a place on the commission, file a bond in the principal sum of \$100,000 payable to the state, conditioned upon the faithful performance of duties. No commissioner, nor any member of the commissioner's immediate family residing in the same household, may hold a license issued by the commission or have a direct or indirect financial interest in a corporation, partnership, or association which holds a license issued by the commission.

Sec. 89. Minnesota Statutes 1990, section 240.02, subdivision 1, is amended to read:

Subdivision 1. [COMMISSION.] A Minnesota racing commission is established within the division of pari mutuel racing with the powers and duties specified in this section. Until the effective date of the first vacancy on the commission that occurs after the effective date of Laws 1989, chapter 334, including a vacancy caused by the expiration of a term. The commission consists of nine members appointed by the governor with the advice and consent of the senate and the commissioner of gaming as a nonvoting member. After the date of the first vacancy, the commission consists of eight members appointed by the governor with the advice and consent of the senate. plus the commissioner as a voting member. Not more than five of the members may belong to the same political party. The governor shall designate the chair of the commission. Appointments by the governor are for terms of six years. An appointment to fill a vacancy in an unexpired term is for the remainder of the term and is with the advice and consent of the senate.

Sec. 90. Minnesota Statutes 1990, section 240.02, subdivision 3, is amended to read:

- Subd. 3. [COMPENSATION.] The compensation of commission members is \$35 per for each day spent on commission activities, when authorized by the commission, shall be the same as compensation provided for other members of boards and commissions under section 15.0575, subdivision 3, plus expenses in the same manner and amount as provided in the commissioner's plan adopted according to section 43A.18, subdivision 2.
- Sec. 91. Minnesota Statutes 1990, section 240.06, subdivision 8, is amended to read:
- Subd. 8. [WORK AREAS.] A class A licensee must provide at no cost to the division commission suitable work areas for commission members, officers, employees, and agents, including agents of the division of gambling enforcement, who are directed or requested by the commission to supervise and control racing at the licensed racetrack.
- Sec. 92. Minnesota Statutes 1990, section 240.155, is amended to read:

240.155 [REIMBURSEMENT ACCOUNTS AND PROCEDURES.]

Subdivision 1. [REIMBURSEMENT ACCOUNT CREDIT.] Money received by the commission as reimbursement for the costs of services provided by assistant veterinarians and stewards must be deposited in the state treasury and credited to a racing commission reimbursement account, except as provided under subdivision 2. Receipts are appropriated to the commission to pay the costs of providing the services.

- Subd. 2. [GENERAL FUND CREDIT.] Money received by the commission as reimbursement for the compensation of a steward who is an employee of the commission for which a general fund appropriation has been made must be credited to the general fund.
- Sec. 93. Minnesota Statutes 1990, section 240.28, is amended to read:

240.28 [CONFLICT OF INTEREST.]

Subdivision 1. [FINANCIAL INTEREST.] No person may serve on or be employed by the commission or be employed by the division who has an interest in any corporation, association, or partnership which holds a license from the commission or which holds a contract to supply goods or services to a licensee or at a licensed racetrack, including concessions contracts. No member or employee of the commission or employee of the division may own, wholly or in part, or have an interest in a horse which races at a licensed racetrack in

Minnesota. No member <u>or employee</u> of the commission or employee of the division may have a financial interest in or be employed in a profession or business which conflicts with the performance of duties as a member or employee.

- Subd. 2. [BETTING.] No member or employee of the commission or employee of the division may bet or cause a bet to be made on a race at a licensed racetrack while serving on or being employed by the commission or being employed by the division. No person appointed or approved by the director as a steward may bet or cause a bet to be made at a licensed racetrack during a racing meeting at which the person is serving as a steward. The commission shall by rule prescribe such restrictions on betting by its licensees as it deems necessary to protect the integrity of racing.
- Subd. 3. [VIOLATION.] A violation of subdivisions 1 and 2 is grounds for removal from the commission or termination of employment. A bet made directly or indirectly by a licensee in violation of a rule made by the commission under subdivision 2 is grounds for suspension or revocation of the license.
- Sec. 94. Minnesota Statutes 1990, section 297B.09, subdivision 1, is amended to read:

Subdivision 1. [GENERAL FUND SHARE.] (a) Money collected and received under this chapter must be deposited in the state treasury and credited to the general fund. The amounts collected and received shall be credited as provided in this subdivision, and transferred from the general fund on July 15 and January February 15 of each fiscal year. The commissioner of finance must make each transfer based upon the actual receipts of the preceding six calendar months and include the interest earned during that six-month period. The commissioner of finance may establish a quarterly or other schedule providing for more frequent payments to the transit assistance fund if the commissioner determines it is necessary or desirable to provide for the cash flow needs of the recipients of money from the transit assistance fund.

- (b) Twenty-five Ten and sixty-seven hundreths percent of the money collected and received under this chapter after June 30, 1990, and before July 1, 1991, 1993 must be transferred to the highway user tax distribution trunk highway fund and the transit assistance fund for apportionment as follows: 75 percent must be transferred to the highway user tax distribution trunk highway fund for apportionment in the same manner and for the same purposes as other money in that fund, and the remaining 25 percent of the money must be transferred to the transit assistance fund to be appropriated to the commissioner of transportation for transit assistance within the state and to the regional transit board.
 - (c) Five percent of the money collected and received under this

chapter after June 30, 1989, and before July 1, 1991, must be transferred as follows: 75 percent must be transferred to the trunk highway fund and 25 percent must be transferred to the transit assistance fund:

- (d) Thirty percent of the money collected and received under this chapter after June 30, 1991, must be transferred as follows: 75 percent must be transferred to the trunk highway fund and 25 percent must be transferred to the transit assistance fund.
- (e) The distributions under this subdivision to the highway user tax distribution fund until June 30, 1991, and to the trunk highway fund thereafter, must be reduced by the amount necessary to fund the appropriation under section 41A.09, subdivision 1. For the fiscal years ending June 30, 1988, and June 30, 1989, the commissioner of finance, before making the transfers required on July 15 and January February 15 of each year, shall estimate the amount required to fund the appropriation under section 41A.09, subdivision 1, for the six-month period for which the transfer is being made. The commissioner shall then reduce the amount transferred to the highway user tax distribution trunk highway fund by the amount of that estimate. The commissioner shall reduce the estimate for any six-month period by the amount by which the estimate for the previous six-month period exceeded the amount needed to fund the appropriation under section 41A.09, subdivision 1, for that previous six-month period. If at any time during a six-month period in those fiscal years the amount of reduction in the transfer to the highway user tax distribution trunk highway fund is insufficient to fund the appropriation under section 41A.09, subdivision 1 for that period. the commissioner shall transfer to the general fund from the highway user tax distribution trunk highway fund an additional amount sufficient to fund the appropriation for that period, but the additional amount so transferred to the general fund in a six-month period may not exceed the amount transferred to the highway user tax distribution trunk highway fund for that six-month period.
- Sec. 95. Minnesota Statutes 1990, section 299F.57, subdivision 1a, is amended to read:
- Subd. 1a. [ADOPTION OF FEDERAL STANDARDS.] The federal safety standards adopted as Code of Federal Regulations, title 49, parts 191, 192, and 193, and 199, and standards that may be adopted that amend parts 191, 192, and 193, and 199, are adopted as minimum safety standards.
- Sec. 96. Minnesota Statutes 1990, section 299F.641, subdivision 2, is amended to read:
- Subd. 2. [FEDERAL STANDARDS ADOPTED.] The federal safety standards adopted as Code of Federal Regulations, title 49, part parts 195 and 199, and standards that may be adopted that

amend part parts 195 and 199, are adopted as minimum safety standards. The commissioner may by rule adopt additional or more stringent safety standards for intrastate hazardous liquid pipeline facilities and the transportation of hazardous liquids associated with those facilities, if the state standards are compatible with the federal standards. The standards may not prescribe the location or routing of a pipeline facility.

Sec. 97. Minnesota Statutes 1990, section 299K.07, is amended to read:

299K.07 [NOTIFICATION TO EMERGENCY RESPONSE MANAGEMENT CENTER.]

- (a) The notification of the commission required under the federal act shall be made to the state emergency response management center. The owner or operator of a facility shall immediately notify the state emergency response management center of the release of a reportable quantity of the following materials:
- (1) a hazardous substance on the list established under United States Code, title 42, section 9602; or
- (2) an extremely hazardous substance on the list established under United States Code, title 42, section 11002.
- (b) This section does not apply to a release that results in exposure to persons solely within the site or sites on which a facility is located or to a release specifically authorized by state law.
- (c) A person who is required to report to or notify a state agency of a discharge, release, or incident under section 221.034, chapter 18B, 18C, 18D, 115, 115A, 115B, 115C, 115D, 116, 299J, or 299K, or any other statute, administrative rule or federal rule may satisfy the requirement to report by notifying the emergency management center established in this section. The commissioner of the department of public safety shall ensure that the center is staffed with adequate personnel to answer all calls 24 hours a day and that those staff are adequately trained to efficiently notify all appropriate state and federal agencies with jurisdiction over the discharge or release, and provide emergency responder information. No state agency may adopt a rule or guideline that requires a person who notifies the emergency management center to also notify that agency. The commissioner of each affected state agency shall include the telephone number of the emergency management center in all files, permits, correspondence, educational publications, and other communications with the public and other persons, and shall designate personnel to coordinate receipt of reports or notifications with emergency management center personnel.

- Sec. 98. Minnesota Statutes 1990, section 299K.09, subdivision 2, is amended to read:
- Subd. 2. [FEE STRUCTURE.] The fee established under subdivision 1 may not exceed, in the aggregate, the amount necessary to cover the costs for all data management, including administration of fees, by the commission and regional review committees, and a portion of the costs of operation of the emergency management center.
- Sec. 99. Minnesota Statutes 1990, section 336.9-413, is amended to read:

336.9-413 [UNIFORM COMMERCIAL CODE ACCOUNT.]

- (a) The uniform commercial code account is established as an account in the state treasury.
- (b) The filing officer with whom a financing statement, amendment, assignment, statement of release, or continuation statement is filed, or to whom a request for search is made, shall collect a \$3 \$4 surcharge on each filing or search. By the 15th day following the end of each fiscal quarter, each county recorder shall forward the receipts from the surcharge accumulated during that fiscal quarter to the secretary of state. The surcharge does not apply to a search request made by a natural person who is the subject of the data to be searched except when a certificate is requested as a part of the search.
- (c) The surcharge amounts received from county recorders and the surcharge amounts collected by the secretary of state's office must be deposited in the state treasury and credited to the general fund.
- (d) Fees that are not expressly set by statute but are charged by the secretary of state to offset the costs of providing a service under sections 336.9-411 to 336.9-413 must be deposited in the state treasury and credited to the uniform commercial code account.
- (e) Fees that are not expressly set by statute but are charged by the secretary of state to offset the costs of providing information contained in the computerized records maintained by the secretary of state must be deposited in the state treasury and credited to the uniform commercial code account.
- (f) Money in the uniform commercial code account is continuously appropriated to the secretary of state to implement and maintain the computerized uniform commercial code filing system under section 336.9-411 and to provide electronic-view-only access to other computerized records maintained by the secretary of state.

- Sec. 100. Minnesota Statutes 1990, section 349.12, subdivision 10, is amended to read:
- Subd. 10. [DIRECTOR.] "Director" is the director of the division of gambling control board.
- Sec. 101. Minnesota Statutes 1990, section 349.151, subdivision 2, is amended to read:
- Subd. 2. [MEMBERSHIP.] (a) Until July 1, the board consists of six members appointed by the governor with the advice and consent of the senate and the commissioner of gaming as a voting member. Of the members first appointed, one is for a term expiring June 30, 1990, two are for a term expiring June 30, 1991, two are for a term expiring June 30, 1993.
- (b) On and after July 1, 1991, the board consists of seven members, as follows: (1) those members appointed by the governor before July 1, 1991, whose terms expire June 30, 1992, June 30, 1993, and June 30, 1994; (2) one member appointed by the governor for a term expiring June 30, 1994; (3) one member appointed by the commissioner of public safety for a term expiring June 30, 1995; and (4) one member appointed by the attorney general for a term expiring June 30, 1995.
- (c) All appointments under this subdivision are with the advice and consent of the senate.
- $\underline{\text{(d)}}$ After expiration of the initial terms, appointments are for four years.
- (e) The board shall select one of its members, other than the commissioner, to serve as chair. No more than three members appointed by the governor under this subdivision may belong to the same political party.
- Sec. 102. Minnesota Statutes 1990, section 349A.01, subdivision 5, is amended to read:
- Subd. 5. [DIRECTOR.] "Director" is the director of the state lottery division.
- Sec. 103. Minnesota Statutes 1990, section 349A.01, subdivision 9, is amended to read:
- Subd. 9. [LOTTERY.] "Lottery" is the state lottery operated by the state lottery division of the department.
- Sec. 104. Minnesota Statutes 1990, section 349A.02, subdivision 1, is amended to read:

Subdivision 1. [DIRECTOR.] A state lottery division is established in the department of gaming, under the supervision and control of the director of the state lottery appointed by the governor with the advice and consent of the senate. The governor shall appoint the first director from a list of at least three persons recommended to the governor by the governor's commission on the lottery which was appointed by the governor on December 8, 1988. The director must be qualified by experience and training to supervise the lottery. The director serves in the unclassified service.

Sec. 105. Minnesota Statutes 1990, section 349A.03, subdivision 1, is amended to read:

Subdivision 1. [BOARD CREATED.] There is created within the division a state lottery board. The board consists of six seven members appointed by the governor plus the commissioner as a voting member. Not more than three four of the members appointed by the governor under this subdivision may belong to the same political party and at least three members must reside outside the seven-county metropolitan area. The terms of office, removal from office, and compensation of members of the board, other than the commissioner, are as provided in section 15.059 except the board does not expire as provided under section 15.059, subdivision 5. The members of the board shall select the chair of the board, who shall not be the commissioner.

Sec. 106. Minnesota Statutes 1990, section 349A.10, subdivision 5, is amended to read:

Subd. 5. [DEPOSIT OF NET PROCEEDS.] Within 30 days after the end of each month, the director shall deposit in the state treasury the net proceeds of the lottery, which is the balance in the lottery fund after transfers to the lottery prize fund and credits to the lottery operations account. Of the net proceeds, 40 percent must be credited to the Minnesota environment and natural resources trust fund, 28.3 percent must be eredited to the infrastructure development fund for capital improvement projects at state institutions of higher education, 6.7 percent must be eredited to the infrastructure development fund for capital improvement projects to develop or protect the state's environment and natural resources, and, through the first ten full fiscal years during which proceeds from the lottery are received, 25 percent must be eredited to the Greater Minnesota account in the special revenue fund and the remainder must be credited to the general fund.

Sec. 107. Minnesota Statutes 1990, section 626.861, subdivision 1, is amended to read:

Subdivision 1. [LEVY OF ASSESSMENT.] There is levied a penalty assessment of ten 12 percent on each fine imposed and collected by the courts of this state for traffic offenses in violation of

chapters 168 to 173 or equivalent local ordinances, other than a fine or forfeiture for a violation of a local ordinance or other law relating to the parking of a vehicle. In cases where the defendant is convicted but a fine is not imposed, or execution of the fine is stayed, the court shall impose a penalty assessment of not less than \$5 nor more than \$10 when the conviction is for a misdemeanor or petty misdemeanor, and shall impose a penalty assessment of not less than \$10 but not more than \$50 when the conviction is for a gross misdemeanor or felony. Where multiple offenses are involved, the penalty assessment shall be assessed separately on each offense for which the defendant is sentenced. If imposition or execution of sentence is stayed for all of the multiple offenses, the penalty assessment shall be based upon the most serious offense of which the defendant was convicted. Where the court suspends a portion of a fine, the suspended portion shall not be counted in determining the amount of the penalty assessment unless the offender is ordered to pay the suspended portion of the fine. Suspension of an entire fine shall be treated as a stay of execution for purposes of computing the amount of the penalty assessment.

Sec. 108. Minnesota Statutes 1990, section 626.861, subdivision 4, is amended to read:

- Subd. 4. [PEACE OFFICERS TRAINING ACCOUNT.] Receipts from penalty assessments must be credited to the general fund. The peace officers standards and training board may allocate from funds appropriated as follows:
- (a) Up to 30 percent may be provided for reimbursement to board approved skills courses.
 - (b) Up to 15 percent may be used for the school of law enforcement.
- (c) The balance may be used to pay each local unit of government an amount in proportion to the number of licensed peace officers and constables employed, at a rate to be determined by the board. The disbursed amount must be used exclusively for reimbursement of the cost of in-service training required under this chapter and chapter 214.

Sec. 109. [REVISOR INSTRUCTIONS.]

Subdivision 1. The revisor shall change the following terms in Minnesota Statutes and Minnesota Rules to reflect the intent of this act to abolish the department of gaming and the divisions within it:

(1) "division" or similar term to "commission" or similar term wherever it appears in reference to the Minnesota racing commission;

- (2) "division" or similar term to "board" or similar term in reference to the gambling control board; and
- (3) "division" or similar term to "lottery" or similar term in reference to the state lottery board.
- Subd. 2. In the next edition of Minnesota Statutes, the revisor of statutes shall delete the term "division" where it appears:
- (1) in Minnesota Statutes, sections 349.153; 349.163, subdivision 4; 349.167, subdivision 4; 349.169, subdivision 2; and 349.18, subdivision 1, and insert the term "board"; and
- $\frac{(2)}{\text{and}} \frac{\text{in Minnesota Statutes, sections 349A.02, subdivisions 4, 5, 6,}}{349\text{A.06, subdivisions 2 and 5; 349A.08, subdivision 7;}} \\ \frac{349\text{A.10, subdivisions 3}}{349\text{A.11, and 349A.12, and insert the term "lottery".}}$

Sec. 110. [REPEALER.]

- (a) Laws 1989, chapter 322, section 7, is repealed.
- (b) Minnesota Statutes 1990, section 182.664, subdivision 2, is repealed.
- (c) Minnesota Statutes 1990, sections 240.01, subdivision 15; 349.12, subdivision 12; 349A.01, subdivisions 3, 4, and 6; and 349B.01, are repealed.

Sec. 111. [EFFECTIVE DATE.]

- (a) Sections 33 and 110, paragraph (a), are effective the day following final enactment.
- $\frac{\text{(b) Sections 63; 64; 65; 66; 67; 68; 69; 70; 71; 72; 73; 74; 75; 76; 77;}{78; 79; 80; 81; 82; 83; and 110, paragraph (b), are effective August 1, 1991.}$
 - (c) Sections 43 and 44 are effective July 1, 1992.
 - (d) All other provisions of this article are effective July 1, 1991."

Delete the title and insert:

"A bill for an act relating to the organization and operation of state government; appropriating money for the department of transportation and other agencies with certain conditions; providing for regulation of certain activities and practices; providing for certain rights-of-way; requiring studies and reports; fixing and limiting accounts and fees; amending Minnesota Statutes 1990, sections 10A.02, by adding a subdivision; 12.14; 15A.081, subdivision 1; 16A.662, subdivisions 2, 4, and 5; 60A.14, subdivision 1; 60A.17, subdivision 1d: 72B.04, subdivision 7; 80C.04, subdivision 1; 80C.07; 80C.08, subdivision 1; 82.22, subdivisions 1, 5, 10, and 11; 115C.09, by adding a subdivision; 129D.04, by adding subdivisions; 129D.05; 138.91; 138.94; 162.02, subdivision 12; 168C.04; 171.06, subdivision 2a; 171.26; 174.24, by adding a subdivision; 182.651, by adding subdivisions; 182.653, subdivision 9; 182.661, subdivisions 1, 2, 2a, 3, 3a, and by adding subdivisions; 182.664, subdivisions 3 and 5; 182.666, subdivisions 1, 2, 3, 4, 5, and 5a; 182.669, subdivision 1; 184.28, subdivision 2; 184.29; 184A.09; 239.78; 240.02, subdivisions 1, 2, and 3; 240.06, subdivision 8; 240.155; 240.28; 297B.09, subdivision 1; 299F.57, subdivision 1a; 299F.641, subdivision 2; 299K.07; 299K.09, subdivision 2; 336.9-413; 349.12, subdivision 10; 349.151, subdivision 2; 349A.01, subdivisions 5 and 9; 349A.02, subdivision 1; 349A.03, subdivision 1; 349A.10, subdivision 5; and 626.861, subdivisions 1 and 4; Laws 1989, chapter 269, sections 11, subdivision 7: and Laws 1990, chapter 610, article 1, section 13, subdivision 4; repealing Minnesota Statutes 1990, sections 182.664, subdivision 2; 240.01, subdivision 15; 349.12, subdivision 12; 349A.01, subdivisions 3, 4, and 6; and 349B.01; and Laws 1989, chapter 322, section 7."

We request adoption of this report and repassage of the bill.

House Conferees: James I. Rice, Bernard L. "Bernie" Lieder, John J. Sarna, Henry J. Kalis and Art Seaberg.

Senate Conferees: Keith Langseth, Gary M. DeCramer, Tracy L. Beckman, Lyle G. Mehrkens and James P. Metzen.

Rice moved that the report of the Conference Committee on H. F. No. 53 be adopted and that the bill be repassed as amended by the Conference Committee. The motion prevailed.

H. F. No. 53, A bill for an act relating to the organization and operation of state government; appropriating money for the department of transportation and other agencies with certain conditions; providing for regulation of certain activities and practices; providing for certain rights-of-way; requiring studies and reports; fixing and limiting accounts and fees; amending Minnesota Statutes 1990, sections 10A.02, by adding a subdivision; 12.14; 15A.081, subdivision 1; 16A.662, subdivisions 2, 4, and 5; 41A.09, subdivision 3; 60A.14, subdivision 1; 60A.17, subdivision 1d; 72B.04, subdivision 7; 80C.04, subdivision 1; 80C.07; 80C.08, subdivision 1; 82.22, subdivisions 1, 5, 10, and 11; 115C.09, by adding a subdivision; 129D.04, by adding subdivisions; 129D.05; 138.91; 138.94; 162.02, subdivision 12; 168C.04; 171.06, subdivision 2a; 171.26; 182.651, by

adding subdivisions; 182.661, subdivisions 1, 2, 2a, 3, 3a, and by adding subdivisions; 182.664, subdivisions 3 and 5; 182.666, subdivisions 1, 2, 3, 4, 5, and 5a; 182.669, subdivision 1; 184.28, subdivision 2; 184.29; 184A.09; 239.78; 240.02, subdivisions 2 and 3; 240.06, subdivision 8; 240.155; 240.28; 297B.09, subdivision 1; 299F.57, subdivision 1a; 299F.641, subdivision 2; 299K.07; 299K.09, subdivision 2; 336.9-413; 349.12, subdivision 10; 349.151, subdivision 2; 349A.01, subdivisions 5 and 9; 349A.02, subdivision 1; 349A.03, subdivision 1; 349A.10, subdivision 5; and 626.861, subdivisions 1 and 4; Laws 1989, chapter 269, sections 11, subdivision 7; and 31; repealing Minnesota Statutes 1990, sections 182.664, subdivision 2; 240.01, subdivision 15; 349.12, subdivision 12; 349A.01, subdivisions 3, 4, and 6; and 349B.01; and Laws 1989, chapter 322, section 7.

The bill was read for the third time, as amended by Conference, and placed upon its repassage.

The question was taken on the repassage of the bill and the roll was called. There were 93 yeas and 35 nays as follows:

Those who voted in the affirmative were:

Anderson, I.	Dorn	Kahn	O'Connor	Segal
Anderson, R. H.	Farrell	Kalis	Olsen, S.	Simoneau
Battaglia	Frederick	Kelso	Olson, E.	Skoglund
Bauerly	Garcia	Kinkel	Olson, K.	Solberg
Beard	Girard	Krueger	Omann	Sparby
Begich	Greenfield	Lasley	Orenstein	Steensma
Bertram	Hanson	Lieder	Orfield	Swenson
Blatz	Hasskamp	Long	Osthoff	Thompson
Bodahl	Hausman	Lourey	Ostrom	Trimble
Boo	Hufnagle	Macklin	Pelowski	Tunheim
Brown	Hugoson	Mariani	Peterson	Vellenga
Carlson	Jacobs	Marsh	Pugh	Wagenius
Carruthers	Janezich	McEachern	Reding	Wejcman
Clark	Jaros	McGuire	Rest	Welle
Cooper	Jefferson	Milbert	Rice	Wenzel
Dauner	Jennings	Munger	Rodosovich	Winter
Davids	Johnson, A.	Murphy	Rukavina	Spk. Vanasek
Dawkins	Johnson, R.	Nelson, K.	Sarna	•
Dille	Johnson, V.	Nelson, S.	Scheid	

Those who voted in the negative were:

Abrams	Gutknecht	Leppik	Ozment	Sviggum
Bettermann	Hartle	Limmer	Pauly	Tompkins
Dempsey	Haukoos	Lynch	Pellow	Uphus
Erhardt	Heir	McPherson	Runbeck	Valento
Frerichs	Henry	Morrison	Schreiber	Waltman
Goodno	Koppendrayer	Newinski	Smith	Weaver
Gruenes	Krinkie	Onnen	Stanius	Welker

The bill was repassed, as amended by Conference, and its title agreed to.

ANNOUNCEMENTS BY THE SPEAKER

The Speaker announced the appointment of the following members of the House to a Conference Committee on H. F. No. 218:

Bauerly, Sarna and Goodno.

The Speaker announced the appointment of the following members of the House to a Conference Committee on H. F. No. 694:

Long, Orfield and Pauly.

The Speaker announced the appointment of the following members of the House to a Conference Committee on H. F. No. 977:

Solberg, Pugh and Johnson, V.

The Speaker announced the appointment of the following members of the House to a Conference Committee on S. F. No. 506:

Osthoff, Scheid, Brown, Sviggum and Reding.

The Speaker announced the appointment of the following members of the House to a Conference Committee on S. F. No. 525:

Vellenga, Orenstein, Marsh, Solberg and Jefferson.

The Speaker announced the appointment of the following members of the House to a Conference Committee on S. F. No. 764:

Osthoff, Scheid and Gutknecht.

The Speaker announced the appointment of the following members of the House to a Conference Committee on S. F. No. 783:

Dille, Kahn and Cooper.

The Speaker announced the appointment of the following members of the House to a Conference Committee on S. F. No. 785:

Jacobs, Skoglund and Boo.

CONFERENCE COMMITTEE REPORT ON H. F. NO. 21

A bill for an act relating to waste management; requiring air emission permits for new or expanded infectious waste incinerators; requiring environmental impact statements for the incinerators until new rules are adopted; proposing coding for new law in Minnesota Statutes, chapter 116.

May 16, 1991

The Honorable Robert E. Vanasek Speaker of the House of Representatives

The Honorable Jerome M. Hughes President of the Senate

We, the undersigned conferees for H. F. No. 21, report that we have agreed upon the items in dispute and recommend as follows:

That the Senate recede from its amendment and that H. F. No. 21 be further amended as follows:

Delete everything after the enacting clause and insert:

"Section. 1. [116.801] [INCINERATION OF INFECTIOUS WASTE; PERMIT REQUIRED.]

- (a) Except as provided in paragraph (b), a person may not construct, or expand the capacity of, a facility for the incineration of infectious waste, as defined in section 116.76, without having obtained an air emission permit from the agency.
- (b) This section does not affect permit requirements under the rules of the agency for an incinerator that is upgraded to meet pollution control standards or an incinerator with a capacity of 350 pounds or less per hour that is planned to manage waste generated primarily by the owner or operator of the incinerator.

Sec. 2. [INCINERATION OF INFECTIOUS WASTE; ENVIRON-MENTAL IMPACT.]

Until the pollution control agency adopts revisions to its air emission rules for incinerators, a new or expanded facility for the incineration of infectious waste that is subject to the permit requirement in section 1 may not receive a permit until an environmental impact statement for the facility has been prepared and approved. The pollution control agency is the governmental unit responsible for preparation of an environmental impact statement required under this section.

Sec. 3. [EFFECTIVE DATE.]

Section 1 is effective March 1, 1991, and applies to construction begun on or after that date. Section 2 is effective the day following final enactment."

Delete the title and insert:

"A bill for an act relating to waste management; requiring air emission permits for new or expanded infectious waste incinerators; requiring environmental impact statements for the incinerators until new rules are adopted; proposing coding for new law in Minnesota Statutes, chapter 116."

We request adoption of this report and repassage of the bill.

House Conferees: JEFF BERTRAM, BOB McEACHERN AND TONY ONNEN.

Senate Conferees: Joe Bertram, Sr., John Bernhagen and Janet B. Johnson.

Bertram moved that the report of the Conference Committee on H. F. No. 21 be adopted and that the bill be repassed as amended by the Conference Committee. The motion prevailed.

H. F. No. 21, A bill for an act relating to waste management; requiring air emission permits for new or expanded infectious waste incinerators; requiring environmental impact statements for the incinerators until new rules are adopted; proposing coding for new law in Minnesota Statutes, chapter 116.

The bill was read for the third time, as amended by Conference, and placed upon its repassage.

The question was taken on the repassage of the bill and the roll was called. There were 129 year and 0 nays as follows:

Those who voted in the affirmative were:

Abrams Boo Dorn Hanson Jaros Anderson, I. Hartle Brown Erhardt Jefferson Anderson, R. H. Carlson Hasskamp Farrell Jennings Frederick Battaglia Carruthers Haukoos Johnson, A. Bauerly Clark Frerichs Hausman Johnson, R. Beard Cooper Garcia Heir Johnson, V. Begich Dauner Girard Henry Kahn Bertram Davids Goodno Hufnagle Kalis Bettermann Dawkins Greenfield Kelso Hugoson Kinkel Blatz Dempsey Gruenes Jacobs Bodahl Dille Gutknecht Janezich Knickerbocker

Koppendrayer Krinkie	McPherson Milbert	Orfield Osthoff	Scheid Schreiber	Trimble Tunheim
Krueger	Morrison	Ostrom	Seaberg	Uphus
Lasley	Munger	Ozment	Segal	Valento
Leppik	Murphy	Pauly	Simoneau	Vellenga
Lieder	Nelson, K.	Pellow	Skoglund	Wagenius
Limmer	Nelson, S.	Pelowski	Smith	Waltman
Long	Newinski	Peterson	Solberg	Weaver
Lourey	O'Connor	Pugh	Sparby	Wejcman
Lynch	Olsen, S.	Reding	Stanius	Welker
Macklin	Olson, E.	Rest	Steensma	Welle
Mariani	Olson, K.	Rice	Sviggum	Wenzel
Marsh	Omann	Rodosovich	Swenson	Winter
McEachern	Onnen	Rukavina	Thompson	Spk. Vanasek
McGuire	Orenstein	Runbeck	Tompkins	

The bill was repassed, as amended by Conference, and its title agreed to.

CONFERENCE COMMITTEE REPORT ON H. F. NO. 326

A bill for an act relating to elections; providing for time off to vote in primaries; amending Minnesota Statutes 1990, section 204C.04.

May 16, 1991

The Honorable Robert E. Vanasek Speaker of the House of Representatives

The Honorable Jerome M. Hughes President of the Senate

We, the undersigned conferees for H. F. No. 326, report that we have agreed upon the items in dispute and recommend as follows:

That the Senate recede from its amendment and that H. F. No. 326 be further amended as follows:

Delete everything after the enacting clause and insert:

"Section 1. Minnesota Statutes 1990, section 204C.04, is amended to read:

204C.04 [EMPLOYEES; TIME OFF TO VOTE.]

Subdivision 1. [RIGHT TO BE ABSENT.] Every employee who is eligible to vote at a state general in an election or at an election to fill a vacancy in the office of United States senator or United States representative has the right to be absent from work for the purpose of voting during the morning of election the day of that election, without penalty or deduction from salary or wages because of the absence. An employer or other person may not directly or indirectly

refuse, abridge, or interfere with this right or any other election right of an employee.

Subd. 2. [ELECTIONS COVERED.] For purposes of this section, "election" means a regularly scheduled state primary or general election, an election to fill a vacancy in the office of United States senator or United States representative, or a presidential primary as described in section 207A.01 unless it is conducted by mail.

Subd. 3. [PENALTY.] A person who violates this section is guilty of a misdemeanor, and the county attorney shall prosecute the violation."

Delete the title and insert:

"A bill for an act relating to elections; providing for time off to vote in state primaries and the presidential primary; amending Minnesota Statutes 1990, section 204C.04."

We request adoption of this report and repassage of the bill.

House Conferees: Tom Osthoff, Linda Scheid and Ron Abrams.

Senate Conferees: Jerome M. Hughes, Lawrence J. Pogemiller and Dean E. Johnson.

Osthoff moved that the report of the Conference Committee on H. F. No. 326 be adopted and that the bill be repassed as amended by the Conference Committee. The motion prevailed.

H. F. No. 326, A bill for an act relating to elections; providing for time off to vote in primaries; amending Minnesota Statutes 1990, section 204C.04.

The bill was read for the third time, as amended by Conference, and placed upon its repassage.

The question was taken on the repassage of the bill and the roll was called. There were 124 yeas and 5 nays as follows:

Those who voted in the affirmative were:

Abrams Anderson, I. Anderson, R. H. Battaglia Bauerly	Bodahl Boo	Carruthers Clark Cooper Dauner Dawkins	Dorn Erhardt Farrell Frederick Frerichs	Goodno Greenfield Gruenes Gutknecht Hanson
Beard	Boo Brown Carlson	Dawkins Dempsey Dille	Garcia	Hartle
Begich	Carison	Dille	Girard	Hasskamp

Hausman Henry Hufnagle Hugoson Jacobs	Krueger Lasley Leppik Lieder Limmer	Nelson, K. Nelson, S. Newinski O'Connor Olsen, S.	Pugh Reding Rest Rice Rodosovich	Steensma Swenson Thompson Tompkins Trimble
Janezich	Long	Olson, E.	Rukavina	Tunheim
Jaros	Lourey	Olson, K.	Runbeck	Uphus
Jefferson	Lynch	Omann	Sarna	Valento
Jennings	Macklin	Onnen	Scheid	Vellenga
Johnson, A.	Mariani	Orenstein	Schreiber	Wagenius
Johnson, R.	Marsh	Orfield	Seaberg	Waltman
Johnson, V.	McEachern	Osthoff	Segal	Weaver
Kahn	McGuire	Ostrom	Simoneau	Weicman
Kalis	McPherson	Ozment	Skoglund	Welle
Kelso	Milbert	Pauly	Smith	Wenzel
Kinkel	Morrison	Pellow	Solberg	Winter
Knickerbocker	Munger	Pelowski	Sparby	Spk. Vanasek
Koppendrayer	Murphy	Peterson	Stanius	

Those who voted in the negative were:

Davids Haukoos Krinkie Sviggum Welker

The bill was repassed, as amended by Conference, and its title agreed to.

CONFERENCE COMMITTEE REPORT ON H. F. NO. 922

A bill for an act relating to crimes; imposing a duty to investigate and render aid when a person is injured in a shooting accident; imposing penalties; providing immunity from civil liability under certain circumstances; proposing coding for new law in Minnesota Statutes, chapter 609.

May 16, 1991

The Honorable Robert E. Vanasek Speaker of the House of Representatives

The Honorable Jerome M. Hughes President of the Senate

We, the undersigned conferees for H. F. No. 922, report that we have agreed upon the items in dispute and recommend as follows:

That the Senate recede from its amendment and that H. F. No. 922 be further amended as follows:

Delete everything after the enacting clause and insert:

"Section 1. Minnesota Statutes 1990, section 97A.051, subdivision 2, is amended to read:

- Subd. 2. [SUMMARY OF FISH AND GAME LAWS.] (a) The commissioner shall prepare a summary of the hunting and fishing laws and deliver a sufficient supply to county auditors to furnish one copy to each person obtaining a hunting, fishing, or trapping license.
- (b) At the beginning of the summary, under the heading "Trespass," the commissioner shall summarize the trespass provisions under sections 97B.001 to 97B.945, state that conservation officers and peace officers must enforce the trespass laws, and state the penalties for trespassing.
- (c) In the summary the commissioner shall, under the heading "Duty to Render Aid," summarize the requirements under section 609.662 and state the penalties for failure to render aid to a person injured by gunshot.
- Sec. 2. [609.662] [SHOOTING VICTIM; DUTY TO RENDER AID.]
- Subdivision 1. [DEFINITION.] As used in this section, "reasonable assistance" means aid appropriate to the circumstances, and includes obtaining or attempting to obtain assistance from a conservation or law enforcement officer, or from medical personnel.
- Subd. 2. [DUTY TO RENDER AID.] (a) A person who discharges a firearm and knows or has reason to know that the discharge has caused bodily harm to another person, shall:
- (1) immediately investigate the extent of the person's injuries; and
 - (2) render immediate reasonable assistance to the injured person.
- $\frac{(b)\ A\ person\ who\ violates\ this\ subdivision\ is\ guilty\ of\ a\ crime\ and}{may\ be\ sentenced\ as\ follows:}$
- (1) if the injured person suffered death or great bodily harm as a result of the discharge, to imprisonment for not more than two years or to payment of a fine of not more than \$4,000, or both;
- (2) if the injured person suffered substantial bodily harm as a result of the discharge, to imprisonment for not more than one year and one day or to payment of a fine of not more than \$3,000, or both;
- (3) otherwise, to imprisonment for not more than one year or to payment of a fine of not more than \$3,000, or both.
- (c) Notwithstanding section 609.035 or 609.04, a prosecution for or conviction under this subdivision is not a bar to conviction of or

punishment for any other crime committed by the defendant as part of the same conduct.

- Subd. 3. [DUTY OF WITNESS.] (a) A person who witnesses the discharge of a firearm and knows or has reason to know that the discharge caused bodily harm to a person shall:
 - (1) immediately investigate the extent of the injuries; and
 - (2) render immediate reasonable assistance to the injured person.
- (b) A person who violates this subdivision is guilty of a crime and may be sentenced as follows:
- (1) if the defendant was a companion of the person who discharged the firearm at the time of the discharge, to imprisonment for not more than one year or to payment of a fine of not more than \$3,000, or both;
- (2) otherwise, to imprisonment for not more than 90 days or to payment of a fine of not more than \$700, or both.
- Subd. 4. [DEFENSE.] It is an affirmative defense to a charge under this section if the defendant proves by a preponderance of the evidence that the defendant failed to investigate or render assistance as required under this section because the defendant reasonably perceived that these actions could not be taken without a significant risk of bodily harm to the defendant or others.
- Subd. 5. [WITNESSES; IMMUNITY FROM CIVIL LIABILITY.] Any person who is subject to the duty imposed by subdivision 3 who, without compensation or expectation of compensation, renders assistance to the injured person, is not liable for any civil damages as a result of acts or omissions by that person in rendering the assistance unless that person acts in a willful and wanton or reckless manner in rendering the assistance. Any person who is subject to the duty imposed by subdivision 3 who renders assistance during the course of regular employment and receives compensation or expects to receive compensation for rendering the assistance, shall be excluded from the protection of this subdivision.

Sec. 3. [EFFECTIVE DATE.]

Section 1 is effective August 1, 1991. Section 2 is effective August 1, 1991, and applies to crimes committed on or after that date."

Delete the title and insert:

"A bill for an act relating to crimes; imposing a duty to investigate

and render aid when a person is injured in a shooting incident; imposing penalties; providing immunity from civil liability under certain circumstances; amending Minnesota Statutes 1990, section 97A.051, subdivision 2; proposing coding for new law in Minnesota Statutes, chapter 609."

We request adoption of this report and repassage of the bill.

House Conferees: Don Ostrom, Kathleen Vellenga and Bill Macklin.

Senate Conferees: Dennis R. Frederickson, William P. Luther and Bob Lessard.

Ostrom moved that the report of the Conference Committee on H. F. No. 922 be adopted and that the bill be repassed as amended by the Conference Committee. The motion prevailed.

H. F. No. 922, A bill for an act relating to crimes; imposing a duty to investigate and render aid when a person is injured in a shooting accident; imposing penalties; providing immunity from civil liability under certain circumstances; proposing coding for new law in Minnesota Statutes, chapter 609.

The bill was read for the third time, as amended by Conference, and placed upon its repassage.

The question was taken on the repassage of the bill and the roll was called. There were 130 year and 0 nays as follows:

Those who voted in the affirmative were:

Abrams	Dorn	Jaros	Mariani	Ozment
Anderson, I.	Erhardt	Jefferson	Marsh	Pauly
Anderson, R. H.	Farrell	Jennings	McEachern	Pellow
Battaglia	Frederick	Johnson, A.	McGuire	Pelowski
Bauerly	Frerichs	Johnson, R.	McPherson	Peterson
Beard	Garcia	Johnson, V.	Milbert	Pugh
Begich	Girard	Kahn	Morrison	Reding
Bertram	Goodno	Kalis	Munger	Rest
Bettermann	Greenfield	Kelso	Murphy	Rice
Blatz	Gruenes	Kinkel	Nelson, K.	Rodosovich
Bodahl	Gutknecht	Knickerbocker	Nelson, S.	Rukavina
Boo	Hanson	Koppendrayer	Newinski	Runbeck
Brown	Hartle	Krinkie	O'Connor	Sarna
Carlson	Hasskamp	Krueger	Olsen, S.	Scheid
Carruthers	Haukoos *	Lasley	Olson, E.	Schreiber
Clark	Hausman	Leppik	Olson, K.	Seaberg
Cooper	Heir .	Lieder	Omann	Segal
Dauner	Henry	Limmer	Onnen	Simoneau
Davids	Hufnagle	Long	Orenstein	Skoglund
Dawkins	Hugoson	Lourey	Orfield	Smith
Dempsey	Jacobs	Lynch	Osthoff	Solberg
Dille	Janezich	Macklin	Ostrom	Sparby
				• •

Stanius	Thompson	Uphus	Waltman	Welle
Steensma	Tompkins	Valento	Weaver	Wenzel
Sviggum	Trimble	Vellenga	Wejcman	Winter
Swenson	Tunheim	Wagenius	Welker	Spk. Vanasek

The bill was repassed, as amended by Conference, and its title agreed to.

SPECIAL ORDERS

S. F. No. 837, A bill for an act relating to natural resources; amending certain provisions concerning mineral exploration, exploratory boring, and data acquired in connection therewith; amending Minnesota Statutes 1990, sections 13.793, subdivision 2; 103I.601, subdivision 4; and 103I.605, subdivision 4.

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 130 yeas and 0 nays as follows:

Those who voted in the affirmative were:

Abrams Anderson, I. Anderson, R. H. Battaglia	Frerichs Garcia Girard Goodno	Kelso Kinkel Knickerbocker Koppendrayer	O'Connor Olsen, S. Olson, E. Olson, K.	Segal Simoneau Skoglund Smith
Bauerly	Greenfield	Krinkie	Omann	Solberg
Beard	Gruenes	Krueger	Onnen	Sparby
Begich	Gutknecht	Lasley	Orenstein	Stanius
Bertram	Hanson	Leppik	Orfield	Steensma
Bettermann	Hartle	Lieder	Osthoff	Sviggum
Blatz	Hasskamp	Limmer	Ostrom	Swenson
Bodahl	Haukoos	Long	Ozment	Thompson
Boo	Hausman	Lourey	Pauly	Tompkins
Brown	Heir	Lynch	Pellow	Trimble
Carlson	Henry	Macklin	Pelowski	Tunheim
Carruthers	Hufnagle	Mariani	Peterson	Uphus
Clark	Hugoson	Marsh	Pugh	Valento
Cooper	Jacobs	McEachern	Reding	Vellenga
Dauner	Janezich	McGuire	Rest	Wagenius
Davids	Jaros	McPherson	Rice	Waltman
Dawkins	Jefferson	Milbert	Rodosovich	Weaver
Dempsey	Jennings	Morrison	Rukavina	Wejcman
Dille	Johnson, A.	Munger	Runbeck	Welker
Dorn	Johnson, R.	Murphy	Sarna	Welle
Erhardt	Johnson, V	Nelson, K.	Scheid	Wenzel
Farrell	Kahn	Nelson, S.	Schreiber	Winter
Frederick	Kalis	Newinski	Seaberg	Spk. Vanasek

The bill was passed and its title agreed to.

S. F. No. 425, A bill for an act relating to unclaimed property;

providing for payment of certain expenses for claims made in other states; amending Minnesota Statutes 1990, section 345.48, subdivision 1; proposing coding for new law in Minnesota Statutes, chapter 345.

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 130 yeas and 0 nays as follows:

Those who voted in the affirmative were:

Abrams	Frerichs	Kelso	O'Connor	Segal
Anderson, I.	Garcia	Kinkel	Olsen, S.	Simoneau
Anderson, R. H.	Girard	Knickerbocker	Olson, E.	Skoglund
Battaglia	Goodno	Koppendrayer	Olson, K.	Smith
Bauerly	Greenfield	Krinkie	Omann	Solberg
Beard	Gruenes	Krueger	Onnen	Sparby
Begich	Gutknecht	Lasley	Orenstein	Stanius
Bertram	Hanson	Leppik	Orfield	Steensma
Bettermann	Hartle	Lieder	Osthoff	Sviggum
Blatz	Hasskamp	Limmer	Ostrom	Swenson
Bodahl	Haukoos *	Long	Ozment	Thompson
Boo	Hausman	Lourey	Pauly	Tompkins
Brown	Heir	Lynch	Pellow	Trimble
Carlson	Henry	Macklin	Pelowski	Tunheim
Carruthers	Hufnagle	Mariani	Peterson	Uphus
Clark	Hugoson	Marsh	Pugh	Valento
Cooper	Jacobs	McEachern	Reding	Vellenga
Dauner	Janezich	McGuire	Rest	Wagenius
Davids	Jaros	McPherson	Rice	Waltman
Dawkins	Jefferson	Milbert	Rodosovich	Weaver
Dempsey	Jennings	Morrison	Rukavina	Wejcman
Dille	Johnson, A.	Munger	Runbeck	Welker
Dorn	Johnson, R.	Murphy	Sarna	Welle
Erhardt	Johnson, V.	Nelson, K.	Scheid	Wenzel
Farrell	Kahn	Nelson, S.	Schreiber	Winter
Frederick	Kalis	Newinski	Seaberg	Spk. Vanasek

The bill was passed and its title agreed to.

S. F. No. 1128 was reported to the House.

Skoglund moved to amend S. F. No. 1128, as follows:

Delete everything after the enacting clause and insert:

"Section 1. Minnesota Statutes 1990, section 65A.10, is amended to read:

65A.10 [LIMITATION.]

Subdivision 1. [BUILDINGS.] Nothing contained in sections

65A.08 and 65A.09 shall be construed to preclude insurance against the cost, in excess of actual cash value at the time any loss or damage occurs, of actually repairing, rebuilding or replacing the insured property. Subject to any applicable policy limits, where an insurer offers replacement cost insurance, the insurance must cover the cost of replacing, rebuilding, or repairing any loss or damaged property in accordance with the minimum code as required by state or local authorities. In the case of a partial loss, unless more extensive coverage is otherwise specified in the policy, this coverage applies only to the damaged portion of the property.

Subd. 2. [PERSONAL PROPERTY.] Subject to applicable policy limits, replacement cost insurance coverage for personal property must cover the cost of replacing or repairing any loss or damaged property. In the case of a partial loss, unless coverage is otherwise specified in the policy, this coverage applies only to the damaged portion of the property. If a homeowner's policy does not provide replacement cost coverage for personal property, the declarations page of the policy shall so indicate by containing the term "nonreplacement cost" defined as actual cash value.

Sec. 2. [65A.44] [DEFINITIONS.]

Subdivision 1. [APPLICATION.] The definitions in this section apply to this section and section 3.

Subd. 2. [INSURER.] "Insurer" means an insurer licensed to write insurance and writing residential renter's insurance in this state.

Subd. 3. [RESIDENTIAL RENTER'S INSURANCE POLICY.]
"Residential renter's insurance policy" means insurance coverage normally written by the insurer as a standard residential renter's package policy.

Sec. 3. [65A.45] [RESIDENTIAL RENTER'S INSURANCE POLICY.]

No insurer shall refuse to issue a single residential renter's insurance policy for the purpose of providing coverage to up to four individuals residing in the same household, if all of the individuals are named insureds on the policy and meet the insurer's normal underwriting requirements."

The motion prevailed and the amendment was adopted.

Skoglund moved to amend S. F. No. 1128, as amended, as follows:

Page 2, line 7, delete "defined as actual cash value"

The motion prevailed and the amendment was adopted.

S. F. No. 1128, A bill for an act relating to insurance; providing for replacement cost insurance coverage for personal property; prohibiting insurers from requiring more than one residential renter's insurance policy be written to cover a single household; amending Minnesota Statutes 1990, section 65A.10; proposing coding for new law in Minnesota Statutes, chapter 65A.

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

The question was taken on the passage of the bill and the roll was called. There were 131 yeas and 0 nays as follows:

Those who voted in the affirmative were:

Abrams Anderson, I. Anderson, R. H.	Frerichs Garcia Girard	Kinkel Knickerbocker Koppendrayer	Olson, E. Olson, K. Omann	Smith Solberg Sparby
Battaglia	Goodno	Krinkie	Onnen	Stanius
Bauerly	Greenfield	Krueger	Orenstein	Steensma
Beard	Gruenes	Lasley	Orfield	Sviggum
Begich	Gutknecht	Leppik	Osthoff	Swenson
Bertram	Hanson	Lieder	Ostrom	Thompson
Bettermann	Hartle	Limmer	Ozment	Tompkins
Bishop	Hasskamp	Long	Pauly	Trimble
Blatz	Haukoos	Lourey	Pellow	Tunheim
Bodahl	Hausman	Lynch	Pelowski	Uphus
Boo	Heir	Macklin	Peterson	Valento
Brown	Henry	Mariani	Pugh	Vellenga
Carlson	Hufnagle	Marsh	Reding	Wagenius
Carruthers	Hugoson	McEachern	Rest	Waltman
Clark	Jacobs	McGuire	Rice	Weaver
Cooper	Janezich	McPherson	Rodosovich	Wejcman
Dauner	Jaros	Milbert	Rukavina	Welker
Davids	Jefferson	Morrison	Runbeck	Welle
Dawkins	Jennings	Munger	Sarna	Wenzel
Dempsey	Johnson, A.	Murphy	Scheid	Winter
Dille	Johnson, R.	Nelson, K.	Schreiber	Spk. Vanasek
Dorn	Johnson, V.	Nelson, S.	Seaberg	•
Erhardt	Kahn	Newinski	Segal	
Farrell	Kalis	O'Connor	Simoneau	
Frederick	Kelso	Olsen, S.	Skoglund	

The bill was passed, as amended, and its title agreed to.

S. F. No. 811, A bill for an act relating to retirement; providing certain survivor benefits to certain persons under the public employees retirement association police and fire plan.

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 131 yeas and 0 nays as follows:

Those who voted in the affirmative were:

Abrams Frerichs Kinkel Olson, E. Smith Anderson, I. Garcia Knickerbocker Olson, K. Solberg Anderson, R. H. Girard Koppendrayer Omann Sparby Krinkie Battaglia Goodno Onnen Stanius Bauerly Greenfield Krueger Orenstein Steensma Beard Gruenes Lasley Orfield Sviggum **Begich** Gutknecht Leppik Osthoff Swenson Bertram Hanson Thompson Lieder Ostrom Bettermann Hartle Ozment Limmer Tompkins Bishop Hasskamp Long Pauly Trimble Blatz Haukoos Lourey Pellow Tunheim Bodahl Hausman Pelowski Uphus Lynch Boo Heir Macklin Valento Peterson Brown Henry Mariani Pugh Vellenga Carlson Hufnagle Marsh Reding Wagenius Carruthers Hugoson McEachern Rest Waltman Jacobs Clark McGuire Rice Weaver Cooper McPherson Wejcman Janezich Rodosovich Welker Dauner Jaros Milbert Rukavina Davids Jefferson Morrison Runbeck Welle **Dawkins** Wenzel Jennings Munger Sarna Dempsey Johnson, A. Murphy Scheid Winter Nelson, K. Dille Johnson, R. Johnson, V. Schreiber Spk. Vanasek Dorn Nelson, S. Seaberg Erhardt Kahn Newinski Segal Farrell Kalis O'Connor Simoneau Frederick Kelso Olsen, S. Skoglund

The bill was passed and its title agreed to.

Bauerly moved that the remaining bills on Special Orders for today be continued. The motion prevailed.

GENERAL ORDERS

Bauerly moved that the bills on General Orders for today be continued. The motion prevailed.

MOTIONS AND RESOLUTIONS

Rodosovich moved that the names of Jefferson and Bauerly be added as authors on H. F. No. 1699. The motion prevailed.

Segal moved that H. F. No. 685 be returned to its author. The motion prevailed.

ADJOURNMENT

Bauerly moved that when the House adjourns today it adjourn until 12:00 noon, Saturday, May 18, 1991. The motion prevailed.

Bauerly moved that the House adjourn. The motion prevailed, and the Speaker declared the House stands adjourned until 12:00 noon, Saturday, May 18, 1991.

EDWARD A. BURDICK, Chief Clerk, House of Representatives