

## FOURTEENTH DAY

St. Paul, Minnesota, Monday, February 16, 1987

The Senate met at 2:00 p.m. and was called to order by the President.

### CALL OF THE SENATE

Mr. Moe, R.D. imposed a call of the Senate. The Sergeant at Arms was instructed to bring in the absent members.

Prayer was offered by the Chaplain, Rev. Robert Lehner.

The roll was called, and the following Senators answered to their names:

Adkins	Davis	Knaak	Metzen	Reichgott
Anderson	DeCramer	Knutson	Moe, D.M.	Renneke
Beckman	Dicklich	Kroening	Moe, R.D.	Samuelson
Belanger	Diessner	Laidig	Morse	Schmitz
Benson	Frank	Langseth	Novak	Solon
Berg	Frederick	Lantry	Olson	Spear
Berglin	Frederickson, D.J.	Larson	Pehler	Storm
Bernhagen	Frederickson, D.R.	Lessard	Peterson, D.C.	Stumpf
Bertram	Gustafson	Luther	Peterson, R.W.	Vickerman
Brandl	Hughes	Marty	Piper	Waldorf
Brataas	Johnson, D.E.	McQuaid	Pogemiller	Willet
Chmielewski	Johnson, D.J.	Mehrkens	Purfeerst	
Cohen	Jude	Merriam	Ramstad	

The President declared a quorum present.

The reading of the Journal was dispensed with and the Journal, as printed and corrected, was approved.

### MEMBERS EXCUSED

Messrs. Dahl, Freeman, Taylor and Wegscheid were excused from the Session of today. Mr. Laidig was excused from the Session of today at 2:20 p.m.

### EXECUTIVE AND OFFICIAL COMMUNICATIONS

The following communications were received and referred to the committees indicated.

January 14, 1987

The Honorable Jerome M. Hughes  
President of the Senate

Dear Sir:

The following appointment to the Board of the Minnesota School of the

Arts and Resource Center is hereby respectfully submitted to the Senate for confirmation as required by law:

Alexandra L. Jacobs, 1700 Shoreline Dr., Wayzata, Hennepin County, has been appointed by me, effective January 19, 1987, for a term expiring the first Monday in January, 1991.

(Referred to the Committee on Education.)

January 14, 1987

The Honorable Jerome M. Hughes  
President of the Senate

Dear Sir:

The following appointment to the Board of the Minnesota School of the Arts and Resource Center is hereby respectfully submitted to the Senate for confirmation as required by law:

Sarah Fields Nesson, 5429 Brookview Ave., Edina, Hennepin County, has been appointed by me, effective January 19, 1987, for a term expiring the first Monday in January, 1991.

(Referred to the Committee on Education.)

January 14, 1987

The Honorable Jerome M. Hughes  
President of the Senate

Dear Sir:

The following appointment to the Board of the Minnesota School of the Arts and Resource Center is hereby respectfully submitted to the Senate for confirmation as required by law:

Ruth E. Roitenberg, 1201 Yale Pl., Minneapolis, Hennepin County, has been appointed by me, effective January 19, 1987, for a term expiring the first Monday in January, 1991.

(Referred to the Committee on Education.)

January 14, 1987

The Honorable Jerome M. Hughes  
President of the Senate

Dear Sir:

The following appointment to the Public Utilities Commission is hereby respectfully submitted to the Senate for confirmation as required by law:

Darrel L. Peterson, 9740 Arkansas Path, Inver Grove Heights, Dakota County, has been appointed by me, effective January 19, 1987, for a term expiring the first Monday in January, 1993.

(Referred to the Committee on Public Utilities and Energy.)

January 26, 1987

The Honorable Jerome M. Hughes  
President of the Senate

Dear Sir:

The following appointment to the Tax Court is hereby respectfully submitted to the Senate for confirmation as required by law:

Arthur Roemer, 2139 Sioux Blvd., New Brighton, Ramsey County, has been appointed by me, effective January 26, 1987, for a term expiring the first Monday in January, 1993.

(Referred to the Committee on Taxes and Tax Laws.)

January 26, 1987

The Honorable Jerome M. Hughes  
President of the Senate

Dear Sir:

The following appointments to the World Trade Center Board are hereby respectfully submitted to the Senate for confirmation as required by law:

Willis R. Eken, Twin Valley, Norman County, has been appointed by me, effective January 26, 1987, for a term expiring the first Monday in January, 1991.

Ronald Bosrock, 1814 Hillcrest, St. Paul, Ramsey County, has been appointed by me, effective January 26, 1987, for a term expiring the first Monday in January, 1991.

Arnold Aberman, 8900 Minnehaha Cir., Minneapolis, Hennepin County, has been appointed by me, effective January 26, 1987, for a term expiring the first Monday in January, 1991.

(Referred to the Committee on Economic Development and Housing.)

Sincerely,

Rudy Perpich, Governor

### MESSAGES FROM THE HOUSE

Mr. President:

I have the honor to announce the passage by the House of the following House File, herewith transmitted: H.F. No. 1.

Edward A. Burdick, Chief Clerk, House of Representatives

Transmitted February 12, 1987

### FIRST READING OF HOUSE BILLS

The following bill was read the first time and referred to the committee indicated.

H.F. No. 1: A bill for an act relating to agriculture; extending and financing the interest rate buy-down program; establishing benefit limits; appropriating money; amending Laws 1986, chapter 398, article 23, section 1, subdivisions 5 and 6, and by adding a subdivision; and section 3, subdivision 5.

Referred to the Committee on Agriculture.

**REPORTS OF COMMITTEES**

Mr. Moe, R.D. moved that the Committee Reports at the Desk be now adopted. The motion prevailed.

Mr. Solon from the Committee on Commerce, to which was referred

S.F. No. 139: A bill for an act relating to alcoholic beverages; authorizing St. Louis county to issue one off-sale license.

Reports the same back with the recommendation that the bill do pass. Report adopted.

Mr. Solon from the Committee on Commerce, to which was referred

S.F. No. 211: A bill for an act relating to alcoholic beverages; premises which may be issued on-sale licenses; amending Minnesota Statutes 1986, sections 340A.404, subdivisions 1 and 6; 340A.411, subdivision 1; and 340A.504, subdivision 3.

Reports the same back with the recommendation that the bill do pass. Report adopted.

Mr. Solon from the Committee on Commerce, to which was referred

S.F. No. 94: A bill for an act relating to public health; requiring an itemized billing for hearing aid repairs; amending Minnesota Statutes 1986, section 145.43, by adding a subdivision.

Reports the same back with the recommendation that the bill do pass. Report adopted.

Mr. Solon from the Committee on Commerce, to which was referred

S.F. No. 38: A bill for an act relating to alcoholic beverages; permitting certain transactions by brewers and wholesalers; authorizing cities to issue temporary off-sale licenses for the sale of vintage wine at auctions; amending Minnesota Statutes 1986, sections 340A.308; and 340A.405, by adding a subdivision.

Reports the same back with the recommendation that the bill be amended as follows:

Page 2, line 32, delete "five" and insert "ten"

And when so amended the bill do pass. Amendments adopted. Report adopted.

Mr. Solon from the Committee on Commerce, to which was referred

S.F. No. 123: A bill for an act relating to local government; broadening the joint self-insurance pool regulation exemption; amending Minnesota Statutes 1986, section 471.982, subdivision 3.

Reports the same back with the recommendation that the bill be amended as follows:

Page 1, line 14, after "insurance" insert "and bond"

Page 1, line 17, after the period, insert "In addition, the Minnesota association of townships insurance and bond trust and the townships that

*belong to it are exempt from the requirement to hold the certificate of surety authorization issued by the commissioner of commerce as provided in section 574.15."*

Page 1, after line 17, insert:

"Sec. 2. [EFFECTIVE DATE.]

*This act is effective the day following final enactment."*

And when so amended the bill do pass. Amendments adopted. Report adopted.

Mr. Solon from the Committee on Commerce, to which was referred

S.F. No. 117: A bill for an act relating to liquor; authorizing St. Louis county to issue one off-sale liquor license.

Reports the same back with the recommendation that the bill be amended as follows:

Page 1, line 8, before "*liquor*" insert "*intoxicating*"

And when so amended the bill do pass. Amendments adopted. Report adopted.

Mr. Bertram from the Committee on Veterans, to which was referred

S.F. No. 226: A bill for an act relating to state government; transferring the Moose Lake State Hospital to the department of veterans affairs; establishing a veteran's home in the former Moose Lake State Hospital; amending Minnesota Statutes 1986, sections 246.02, subdivision 2; 253.015; 254.04; and 254.05; proposing coding for new law in Minnesota Statutes, chapter 198.

Reports the same back with the recommendation that the bill do pass and be re-referred to the Committee on Finance. Report adopted.

Mr. Pehler from the Committee on Education, to which was re-referred

S.F. No. 1: A bill for an act relating to economic development; rural development; renaming and providing powers to the agricultural resource loan guaranty board; establishing a mineral resources program; establishing duties for the community development division in the department of energy and economic development; transferring the independent wastewater treatment grant program from the pollution control agency to the Minnesota public finance authority; changing the membership of the Minnesota job skills partnership board; establishing the rural development board; establishing the challenge grant program; establishing the customized training program; establishing the greater Minnesota corporation; establishing the state supplemental education grant program; establishing the Minnesota public finance authority; appropriating money; amending Minnesota Statutes 1986, sections 41A.01; 41A.02, subdivisions 3, 4, 6, and 11; 41A.05, subdivisions 1 and 2; 116.16, subdivisions 2 and 5; 116L.03, subdivision 2; 462.384, subdivision 7; 462.385, subdivisions 1 and 3; 462.386, subdivision 1; 462.387, subdivisions 1, 3 and 4; 462.39, subdivisions 2 and 3; 462.391, subdivisions 2, 3 and 4; 462.395; 462.396, subdivision 1; and 462.398; proposing coding for new law in Minnesota Statutes, chapters 41A; 84; 116J; 116L; and 136A; proposing coding for new law as Minnesota

Statutes, chapters 116N; 116P; and 446A; amending Laws 1983, chapter 334, section 7; repealing Minnesota Statutes 1986, sections 41A.06, subdivision 2; 116.18, subdivision 3a; 116J.951; 116J.955; and 116J.961.

Reports the same back with the recommendation that the bill be amended as follows:

Page 10, after line 21, insert:

"Sec. 15. Minnesota Statutes 1986, section 116J.955, subdivision 1, is amended to read:

116J.955 [RURAL REHABILITATION REVOLVING FUND.]

Subdivision 1. [ESTABLISHMENT.] The rural rehabilitation revolving fund is established as an account in the state treasury. The money transferred to the state as a result of liquidating the rural rehabilitation corporation trust, and money derived from transfer of the trust to the state, must be credited to the rural rehabilitation revolving fund. ~~The principal amount of the rural rehabilitation revolving fund, \$9,300,000, may not be spent and must be invested by the state investment board. The income attributable to investment of the principal is appropriated to the commissioner for the activities of the rural development council.~~

Sec. 16. Minnesota Statutes 1986, section 116J.955, subdivision 2, is amended to read:

Subd. 2. [EXPENDITURE OF INVESTMENT INCOME FUND.] The commissioner may ~~only~~ use the ~~income from the investment of the~~ rural rehabilitation revolving fund for the purposes that are allowed under the Minnesota rural rehabilitation corporation's charter and agreement with the United States Secretary of Agriculture as provided in Public Law Number 499, 81st Congress, enacted May 3, 1950 and as allowed under ~~section 116J.961, subdivision 8 sections 21 and 26.~~ Not more than three percent of the book value of the Minnesota rural rehabilitation corporation's assets may be used for administrative purposes in a year without approval of the United States Secretary of Agriculture. *The commissioner may create separate accounts within the fund for use in accordance with the fund's purposes."*

Page 11, line 21, delete "chairperson" and insert "executive director"

Page 11, line 29, delete "17" and insert "19"

Page 11, line 30, delete "24" and insert "26"

Page 12, line 24, delete "five" and insert "seven"

Page 12, line 25, after "board" insert ", with at least one public member from each of the regions established in section 26" and after the period, insert "Two of the public members must be local elected officials."

Page 12, line 28, delete everything after the period

Page 12, delete lines 29 and 30

Page 13, line 16, delete "appropriation under section 81" and insert "rural rehabilitation revolving fund"

Page 14, line 26, delete "grants made under the customized training program,"

Page 16, line 25, delete "appropriate challenge grant" and insert "rural rehabilitation revolving"

Page 18, line 24, delete "25 to 34" and insert "27 to 36"

Pages 22 and 23, delete section 35 and insert:

"Sec. 37. [136A.134] [GRANTS TO DISLOCATED RURAL WORKERS.]

*Subdivision 1. [ESTABLISHMENT OF PROGRAM.] A dislocated rural worker grant program is established under the supervision of the higher education coordinating board. The board shall develop policies and procedures for the administration of the program and the allocation of the program funds to eligible institutions.*

*Subd. 2. [ELIGIBLE INSTITUTIONS.] For purposes of this section, "eligible institution" means eligible institutions as defined in section 136A.101.*

*Subd. 3. [APPLICANTS.] An applicant is eligible to be considered for a dislocated rural worker grant if the applicant:*

*(1) is a resident of the area of the state located outside of the metropolitan area defined in section 473F.02, subdivision 2;*

*(2) is enrolled in an adult farm management program or a program designed to provide preparation for available employment within the local labor market or in an area to which the individual is willing to relocate;*

*(3) has met the financial need criteria established by the board; and*

*(4) can demonstrate that one of the following criteria has been met:*

*(i) the applicant or applicant's spouse has been separated from employment or has received a notice of separation from employment as a result of job obsolescence, plant shutdown, regional decline in the applicant's customary occupation, or industry slowdown and the applicant is unlikely to return to work for that employer or in that occupation within 12 months following separation from employment;*

*(ii) the applicant is a displaced homemaker; or*

*(iii) the applicant or the applicant's spouse is a farmer who can demonstrate severe household financial need.*

*Subd. 4. [PROGRAM RECIPIENTS.] A recipient of a dislocated rural worker grant shall be selected by the post-secondary education institution in accordance with guidelines, policies, and rules established by the board. The board may adopt emergency rules for awarding grants only for the fiscal year beginning July 1, 1987.*

*Subd. 5. [PROGRAM COORDINATION; INFORMATION.] The board shall develop and provide information to dislocated workers in rural areas about post-secondary education opportunities and student financial aid programs. The board shall also provide for the coordination of dislocated rural worker grants with other available student financial aid programs. Dislocated rural worker grants must be awarded in a manner that maximizes the use of existing federal and state student financial aid programs."*

Page 23, line 32, delete "36 to 57" and insert "38 to 59"

Page 24, line 13, delete "36" and insert "38"

Page 24, line 14, delete "57" and insert "59"

Page 24, delete lines 17 to 21

Page 24, line 22, delete "4" and insert "3"

Page 24, line 25, delete "5" and insert "4"

Page 24, line 32, delete "6" and insert "5"

Page 27, line 35, delete "commissioner" and insert "authority"

Page 33, line 29, delete "36 to 57" and insert "38 to 59"

Page 35, line 6, delete "36 to 57" and insert "38 to 59"

Page 36, lines 2, 7 and 16, delete "44" and insert "46"

Page 36, line 31, delete "36 to 57" and insert "38 to 59"

Page 37, line 13, delete "36 to 57" and insert "38 to 59"

Page 46, line 1, delete "1990" and insert "1991"

Page 46, line 25, delete "43" and insert "45"

Page 46, line 34, delete "35" and insert "37"

Page 47, delete section 78

Page 47, line 22, delete "16" and insert "18"

Page 47, line 27, delete "35" and insert "37"

Page 47, delete section 81

Page 47, line 34, delete "28" and insert "30"

Pages 47 and 48, delete section 83 and insert:

"Sec. 83. [RULES TRANSFERRED.]

*All rules adopted by the pollution control agency pursuant to the responsibilities of administering the independent wastewater treatment grant program remain effective and shall be enforced until amended or repealed in accordance with law by the Minnesota public finance authority."*

Page 48, line 25, delete "116J.955; and" and after "116J.961" insert  
"; and 116J.965"

Page 48, lines 26 and 28, delete "42" and insert "44"

Page 48, line 30, delete "43" and insert "45"

Page 48, line 32, delete "25 to 57 and 74" and insert "27 to 59 and  
76"

Renumber the sections in sequence

Amend the title as follows:

Page 1, line 20, after "5;" insert "116J.955, subdivisions 1 and 2;"

Page 1, line 31, delete "116J.955; and"

Page 1, line 32, after "116J.961" insert "; and 116J.965"

And when so amended the bill do pass and be re-referred to the Committee on Environment and Natural Resources. Amendments adopted. Report adopted.



Mr. Spear from the Committee on Judiciary, to which was referred

H.F. No. 34: A bill for an act relating to corporations; providing for modification of liability of directors; amending Minnesota Statutes 1986, sections 302A.111, subdivision 4; and 302A.251, by adding a subdivision.

Reports the same back with the recommendation that the bill be amended as follows:

Page 3, line 15, before the semicolon, insert "*or 80A.23*"

And when so amended the bill do pass. Amendments adopted. Report adopted.

## SECOND READING OF SENATE BILLS

S.F. Nos. 139, 211, 94, 38, 123 and 117 were read the second time.

## SECOND READING OF HOUSE BILLS

H.F. No. 34 was read the second time.

## MOTIONS AND RESOLUTIONS

Mr. Moe, R.D. moved that the name of Mr. Dahl be added as a co-author to S.F. No. 1. The motion prevailed.

Mr. Knutson moved that the name of Mr. Metzen be added as a co-author to S.F. No. 77. The motion prevailed.

Mr. Pogemiller moved that the name of Ms. Reichgott be added as a co-author to S.F. No. 170. The motion prevailed.

Mr. Chmielewski moved that the name of Mr. Pogemiller be added as a co-author to S.F. No. 217. The motion prevailed.

Mr. Dahl moved that the name of Mr. Marty be added as a co-author to S.F. No. 240. The motion prevailed.

Mr. Stumpf moved that his name be stricken as a co-author to S.F. No. 255. The motion prevailed.

Mr. Samuelson moved that the name of Mr. Anderson be added as a co-author to S.F. No. 255. The motion prevailed.

Mr. Samuelson moved that the name of Mr. Wegscheid be added as a co-author to S.F. No. 298. The motion prevailed.

Mr. Spear moved that the name of Mr. Wegscheid be added as a co-author to S.F. No. 301. The motion prevailed.

Mr. Purfeerst moved that the name of Mr. Wegscheid be added as a co-author to S.F. No. 316. The motion prevailed.

Mr. Waldorf moved that the name of Mr. Wegscheid be added as a co-author to S.F. No. 322. The motion prevailed.

Mr. Merriam moved that the name of Mr. Morse be added as a co-author to S.F. No. 334. The motion prevailed.

Mr. Freeman moved that the name of Mr. Morse be added as a co-author to S.F. No. 361. The motion prevailed.

Mr. Merriam moved that the name of Mr. Morse be added as a co-author

to S.F. No. 365. The motion prevailed.

Mr. Frederickson, D.R. moved that the name of Mr. Merriam be added as a co-author to S.F. No. 370. The motion prevailed.

Ms. Peterson, D.C. moved that the name of Mr. Novak be added as a co-author to S.F. No. 372. The motion prevailed.

Mr. Dicklich moved that the name of Mr. Morse be added as a co-author to S.F. No. 380. The motion prevailed.

Mr. Merriam moved that the name of Mr. Novak be added as a co-author to S.F. No. 385. The motion prevailed.

Mr. Spear moved that the name of Ms. Reichgott be added as a co-author to S.F. No. 390. The motion prevailed.

Mr. Spear moved that the name of Mr. Morse be added as a co-author to S.F. No. 391. The motion prevailed.

Mr. Spear moved that the name of Mr. Morse be added as a co-author to S.F. No. 392. The motion prevailed.

Messrs. Benson, Frederick, Taylor, Ramstad and Johnson, D.E. introduced—

Senate Resolution No. 28: A Senate resolution relating to the budget; directing establishment of a process to set limits on appropriations from the general fund.

Referred to the Committee on Rules and Administration.

Mr. Vickerman moved that his name be stricken as chief author, shown as a co-author, and the name of Mr. Davis be added as chief author to S.F. No. 93. The motion prevailed.

### GENERAL ORDERS

The Senate resolved itself into a Committee of the Whole, with Mr. Hughes in the chair.

After some time spent therein, the committee arose, and Mr. Hughes reported that the committee had considered the following:

S.F. Nos. 168 and 87, which the committee recommends to pass.

S.F. No. 62, which the committee recommends to pass, after the following motion:

Mr. Benson moved to amend S.F. No. 62 as follows:

Delete everything after the enacting clause and insert:

"Section 1. Laws 1986, chapter 398, article 23, section 1, subdivision 5, is amended to read:

Subd. 5. [ELIGIBLE BORROWER.] "Eligible borrower" means a farmer who applies to a lender for a farm operating loan ~~between the dates January 1, 1986, and December 30, 1986,~~ and who meets all qualifications established in section 2 and any further qualifications that may be established in the program year guidelines adopted by the commissioner under section 4, subdivision 1. *Controlling dates for the definition of "eligible borrower" during each interest buy-down program year include the following:*

<i>For Program Year</i>	<i>Earliest Loan Application Date</i>	<i>Latest Loan Application Date</i>	<i>Latest Maturity Date</i>
1985	March 5, 1985	December 31, 1985	March 1, 1986
1986	January 1, 1986	December 31, 1986	June 30, 1987
1987	January 1, 1987	December 31, 1987	June 30, 1988

Sec. 2. Laws 1986, chapter 398, article 23, section 1, subdivision 6, is amended to read:

Subd. 6. [FARM OPERATING LOAN.] "Farm operating loan" means an original, extended, or renegotiated loan or line of credit obtained by a farmer from a lender for the purpose of financing the operations of a farm. A farm operating loan includes an open line of credit even though the maximum principal amount of the line of credit may not be drawn at any one time. A farm operating loan eligible for interest rate buy-down must ~~have a meet application and maturity date of June 30, 1987, or earlier dates specified in subdivision 5.~~

Sec. 3. Laws 1986, chapter 398, article 23, section 1, is amended by adding a subdivision to read:

Subd. 11. [PROGRAM YEAR.] "Program year" means the calendar year or other time period as specified in subdivision 5 within which a farmer may make application to a lender for a farm operating loan eligible for interest buy-down.

Sec. 4. Laws 1986, chapter 398, article 23, section 3, subdivision 5, is amended to read:

Subd. 5. [REVIEW OF APPLICATIONS FOR BUY-DOWN PAYMENT.] The commissioner must review within five working days of submission by a participating lender a properly completed application for interest rate buy-down payments on a farm operating loan made to a farmer. ~~If a qualified lender does not receive written notice that the commissioner has denied interest rate buy-down payments within seven working days, the farmer is an eligible borrower and interest rate buy-down payments on the farm operating loan are approved by the commissioner. All applications received by the commissioner after appropriated interest rate buy-down program funds have been encumbered must be returned immediately to the lender with an explanation that interest buy-down payments are denied due to prior commitment of available program funds.~~

Sec. 5. [LIFETIME LIMIT ON INTEREST BUY-DOWN PAYMENTS.]

The commissioner shall not make farm operating loan interest buy-down payments on behalf of an eligible borrower that total more than \$12,500 for program years 1985, 1986, 1987, and any future program years. In any program year in which an eligible borrower would exceed the lifetime limit on interest buy-down payments, the commissioner shall make buy-down payments only to the limit regardless of interest rates specified in the program year guidelines.

Sec. 6. [APPROPRIATIONS.]

Subdivision 1. [INTEREST RATE BUY-DOWN.] Notwithstanding any

law to the contrary, the following amounts are appropriated from the general fund for fiscal year 1987 to the commissioner of commerce for purposes of the interest rate buy-down program established in Laws 1986, chapter 398, article 23:

- |   |              |
|---|--------------|
| (1) for deficits incurred during<br>program year 1986   | \$13,985,300 |
| Any portion of this amount that<br>remains unexpended on August 1, 1987,<br>is added to the amount appropriated for<br>interest buy-down payments in program<br>year 1987 |              |
| (2) for interest buy-down<br>payments in program year 1987  | \$20,000,000 |
| (3) for costs of administering<br>the interest buy-down program<br>in program year 1987   | \$ 60,000    |

These amounts shall not cancel but remain available until expended.

Sec. 7. [EFFECTIVE DATE.]

Sections 1 to 6 are effective the day following final enactment."

Delete the title and insert:

"A bill for an act relating to agriculture; extending and financing the interest rate buy-down program; establishing benefit limits; appropriating money; amending Laws 1986, chapter 398, article 23, section 1, subdivisions 5 and 6, and by adding a subdivision; and section 3, subdivision 5."

The question was taken on the adoption of the amendment.

The roll was called, and there were yeas 20 and nays 42, as follows:

Those who voted in the affirmative were:

Anderson	Brataas	Johnson, D.E.	McQuaid	Ramstad
Belanger	Frederick	Knaak	Mehrrens	Renneke
Benson	Frederickson, D.R.	Knutson	Olson	Storm
Bernhagen	Gustafson	Larson	Purfeerst	Vickerman

Those who voted in the negative were:

Adkins	DeCramer	Langseth	Morse	Schmitz
Beckman	Dicklich	Lantry	Novak	Solon
Berg	Diessner	Lessard	Pehler	Spear
Berglin	Frank	Luther	Peterson, D.C.	Stumpf
Bertram	Frederickson, D.J.	Marty	Peterson, R.W.	Waldorf
Brandl	Hughes	Merriam	Piper	Willet
Chmielewski	Johnson, D.J.	Metzen	Pogemiller	
Cohen	Jude	Moe, D.M.	Reichgott	
Davis	Kroening	Moe, R.D.	Samuelson	

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

On motion of Mr. Moe, R.D., the report of the Committee of the Whole, as kept by the Secretary, was adopted.

## INTRODUCTION AND FIRST READING OF SENATE BILLS

The following bills were read the first time and referred to the committees indicated.

Ms. Peterson, D.C.; Messrs. Luther and Laidig introduced—

S.F. No. 397: A bill for an act relating to elections; setting times for changing election precincts and reapportioning certain election districts; amending Minnesota Statutes 1986, sections 204B.14, subdivision 3; and 375.025, subdivision 1; proposing coding for new law in Minnesota Statutes, chapter 204B.

Referred to the Committee on Elections and Ethics.

Mr. Frederickson, D.R. introduced—

S.F. No. 398: A bill for an act relating to health; creating an exception to the nursing home moratorium; amending Minnesota Statutes 1986, section 144A.01, subdivision 3.

Referred to the Committee on Health and Human Services.

Mr. Renneke introduced—

S.F. No. 399: A bill for an act relating to financial institutions; detached facilities; requiring the commissioner to determine the population of municipalities for the purpose of authorizing the establishment and maintenance of these facilities; amending Minnesota Statutes 1986, section 47.52.

Referred to the Committee on Commerce.

Mrs. Lantry, Mr. Solon, Mrs. Adkins, Ms. Berglin and Mr. Knutson introduced—

S.F. No. 400: A bill for an act relating to human services; creating a grant program of caregiver support services; appropriating money; proposing coding for new law in Minnesota Statutes, chapter 245.

Referred to the Committee on Health and Human Services.

Mr. Marty and Mrs. Lantry introduced—

S.F. No. 401: A bill for an act relating to the city of St. Paul; repealing bonding authority and a sunset provision relating to the port authority; amending Laws 1983, chapter 110, section 4; repealing Minnesota Statutes 1986, section 458.773.

Referred to the Committee on Economic Development and Housing.

Messrs. Jude; Luther; Cohen; Peterson, R.W. and Ramstad introduced—

S.F. No. 402: A bill for an act relating to courts; setting uniform fees in probate proceedings; amending Minnesota Statutes 1986, section 525.033.

Referred to the Committee on Judiciary.

Mr. Bertram, Mrs. McQuaid, Messrs. Renneke, Wegscheid and Schmitz introduced—

S.F. No. 403: A bill for an act relating to newspapers; providing that only qualified newspapers may accept legal notices for publication; amending Minnesota Statutes 1986, section 331A.02, subdivision 1.

Referred to the Committee on Local and Urban Government.

Mr. Bertram introduced—

S.F. No. 404: A bill for an act relating to liability; providing immunity from liability for volunteer fire chiefs; proposing coding for new law in Minnesota Statutes, chapter 604.

Referred to the Committee on Judiciary.

Messrs. Benson, Merriam, Ms. Piper, Messrs. Willet and Kroening introduced—

S.F. No. 405: A bill for an act relating to Forestville state park; adding property comprising Mystery Cave to Forestville state park; authorizing acquisition of lands and interests in lands therefor; appropriating money.

Referred to the Committee on Environment and Natural Resources.

Messrs. Dahl, Metzen, Solon and Belanger introduced—

S.F. No. 406: A bill for an act relating to commerce; regulating the distribution and sale of motor vehicles; limiting the granting or relocating of certain franchises; specifying the circumstances to be considered; removing certain regulations on nonrenewals; amending Minnesota Statutes 1986, section 80E.14, subdivision 2; repealing Minnesota Statutes 1986, section 80E.10.

Referred to the Committee on Commerce.

Mr. Wegscheid, Mrs. Adkins, Messrs. Schmitz, Taylor and Jude introduced—

S.F. No. 407: A bill for an act relating to food licenses; regulating certain vending machine inspection fees; amending Minnesota Statutes 1986, section 28A.09, subdivision 1.

Referred to the Committee on Agriculture.

Mrs. Lantry, Messrs. Vickerman, Solon, Storm and Benson introduced—

S.F. No. 408: A bill for an act relating to human services; authorizing the commissioner of human services to establish a study committee on problems of elderly persons with mental retardation or related conditions.

Referred to the Committee on Health and Human Services.

Mr. Cohen, Mses. Berglin, Piper, Messrs. Marty and Ramstad introduced—

S.F. No. 409: A bill for an act relating to child abuse reporting; requiring mandated reporters to report certain past occurrences of child abuse or neglect; amending Minnesota Statutes 1986, section 626.556, subdivisions 3 and 6.

Referred to the Committee on Judiciary.

Mrs. Brataas, Messrs. Knutson, Ramstad, Benson and Frederickson, D.R. introduced—

S.F. No. 410: A bill for an act relating to employment; regulating the administration of the unemployment compensation law; providing for the amount of benefits; regulating benefit eligibility; providing for employer contributions; transferring certain hearing functions and personnel to the office of administrative hearings; amending Minnesota Statutes 1986, sections 14.03, subdivision 2; 14.48; 14.51; 14.53; 16A.671, subdivision 1; 43A.18, subdivision 4; 179A.10, subdivision 1; 268.03; 268.04, subdivisions 25 and 29; 268.06, subdivisions 5, 8, 18, 19, and 20; 268.07, subdivisions 2 and 2a; 268.08, subdivisions 1 and 3; 268.09, subdivisions 1 and 2; 268.10, subdivisions 2, 3, 4, 5, 6, and 9; 268.12, subdivisions 8, 9, 10, and 13; and 268.18, subdivisions 1 and 2; proposing coding for new law in Minnesota Statutes, chapter 268.

Referred to the Committee on Employment.

Mr. Luther, Ms. Peterson, D.C.; Messrs. Jude, Laidig and Pogemiller introduced—

S.F. No. 411: A bill for an act relating to crimes; allowing the court to sentence defendants up to, and including, the maximum sentence provided by law for the offense of conviction if one or more aggravating factors are present; amending Minnesota Statutes 1986, section 244.10, by adding a subdivision.

Referred to the Committee on Judiciary.

Messrs. Luther; Willet; Peterson, R.W.; Morse and Knaak introduced—

S.F. No. 412: A bill for an act relating to real property; creating a lien against real property for expenses incurred by agencies or political subdivisions in taking action to protect public health, safety, or the environment with respect to the release of substances; providing for filing, enforcement, and appeal of the lien; proposing coding for new law in Minnesota Statutes, chapter 514.

Referred to the Committee on Judiciary.

Messrs. Hughes, Pehler, Ms. Reichgott, Messrs. Ramstad and Langseth introduced—

S.F. No. 413: A bill for an act relating to education; establishing a comprehensive health and wellness education program in public elementary and secondary schools; appropriating money; amending Minnesota Statutes 1986, section 126.025, subdivision 1; proposing coding for new law in Minnesota Statutes, chapters 124; and 126.

Referred to the Committee on Education.

Messrs. Hughes, Solon, Mrs. Lantry, Messrs. Johnson, D.E. and Laidig introduced—

S.F. No. 414: A bill for an act relating to children; regulating the trust fund for prevention of child abuse; continuing an advisory council; appropriating money; amending Minnesota Statutes 1986, sections 299A.23,

subdivision 2; 299A.25, subdivisions 3 and 6.

Referred to the Committee on Health and Human Services.

Messrs. Hughes, Pogemiller, Morse, Samuelson and Johnson, D.E. introduced—

S.F. No. 415: A bill for an act relating to elections; providing for experimental mail elections; proposing coding for new law in Minnesota Statutes, chapter 204B.

Referred to the Committee on Elections and Ethics.

Mr. Hughes, Ms. Peterson, D.C.; Messrs. Morse, Samuelson and Johnson, D.E. introduced—

S.F. No. 416: A bill for an act relating to elections; changing registration, absentee ballot, filing, training, administrative, electronic voting, ballot preparation, canvassing, and election contest provisions; amending Minnesota Statutes 1986, sections 201.071, subdivision 4; 201.091, subdivision 4; 203B.03, subdivision 1; 203B.06, subdivision 3; 204B.11, subdivision 1; 204B.25, subdivision 1; 204B.27, subdivision 1; 204B.40; 204C.24, subdivision 1; 204C.27; 204C.31, subdivision 1; 204D.04, subdivision 2; 204D.11, subdivision 6; 206.61, subdivision 5; 206.82, subdivision 2; 206.90, subdivision 3; and 209.021, subdivision 3.

Referred to the Committee on Elections and Ethics.

Mr. Bertram introduced—

S.F. No. 417: A bill for an act relating to the city of St. Stephen; authorizing the issuance of bonds for the construction of a city civic building.

Referred to the Committee on Local and Urban Government.

Messrs. Johnson, D.E.; Frederickson, D.R.; Renneke; Samuelson and DeCramer introduced—

S.F. No. 418: A bill for an act relating to retirement; authorizing municipalities to establish and finance defined contribution plans for municipal ambulance and rescue volunteers; amending Minnesota Statutes 1986, sections 356.24; and 356.25; proposing coding for new law as Minnesota Statutes, chapter 424B.

Referred to the Committee on Governmental Operations.

Mr. Mehrkens, Ms. Olson, Mr. Morse, Ms. Piper and Mr. Wegscheid introduced—

S.F. No. 419: A bill for an act relating to education; moving up the possible first day of school from Labor Day to September 1; amending Minnesota Statutes 1986, section 126.12, subdivision 1.

Referred to the Committee on Education.



Ms. Peterson, D.C.; Mmes. Lantry, McQuaid and Mr. Marty introduced—

S.F. No. 420: A bill for an act relating to crimes; authorizing the metropolitan transit commission to hire peace officers to police its routes and properties; amending Minnesota Statutes 1986, section 473.405, by adding a subdivision.

Referred to the Committee on Governmental Operations.

Mr. Merriam, Ms. Peterson, D.C.; Mr. Knaak, Ms. Reichgott and Mr. Pogemiller introduced—

S.F. No. 421: A bill for an act relating to crimes; providing for attachment of financial assets of persons charged with committing a felony; enhancing penalties for using a false name to get a credit card; updating the wiretap law; prohibiting persons from defrauding insurers by concealing or removing property for the purpose of making a fraudulent insurance claim; amending Minnesota Statutes 1986, sections 609.611; 609.821, subdivisions 2 and 3; and 626A.05, subdivision 2; proposing coding for new law in Minnesota Statutes, chapter 609.

Referred to the Committee on Judiciary.

Messrs. Diessner; Frank; Solon; Johnson, D.J. and Brandl introduced—

S.F. No. 422: A bill for an act relating to economic development; authorizing economic development authorities to construct and furnish buildings; providing for a referendum on an economic development authority's issuance of general obligation bonds; amending Minnesota Statutes 1986, section 458C.14, by adding a subdivision; and section 458C.15, by adding a subdivision.

Referred to the Committee on Economic Development and Housing.

Messrs. Stumpf and Moe, R.D. introduced—

S.F. No. 423: A bill for an act relating to finance; allowing remaining funds in Red River of the North dike appropriation to be used for planning and engineering.

Referred to the Committee on Environment and Natural Resources.

Mses. Berglin; Reichgott; Peterson, D.C.; Messrs. Storm and Marty introduced—

S.F. No. 424: A bill for an act relating to the child abuse reporting act; providing a standard for the disclosure of the reporter's name; amending Minnesota Statutes 1986, section 626.556, subdivision 11.

Referred to the Committee on Judiciary.

Mr. Pehler, Ms. Olson, Messrs. Davis, Mehrkens and Ms. Reichgott introduced—

S.F. No. 425: A bill for an act relating to education; modifying certain provisions of the compulsory attendance laws; establishing new compulsory attendance requirements; amending Minnesota Statutes 1986, sections 121.11,

subdivision 7; 123.935, subdivision 7; 127.19; and 127.20; proposing coding for new law in Minnesota Statutes, chapter 120; repealing Minnesota Statutes 1986, sections 120.10, subdivisions 1, 2, 2a, and 2b; and 120.12.

Referred to the Committee on Education.

Messrs. Stumpf, Langseth, Davis and DeCramer introduced—

S.F. No. 426: A bill for an act relating to economic development; renaming the agricultural resource loan guaranty board; providing powers; authorizing the board to participate in loans; appropriating money; amending Minnesota Statutes 1986, sections 41A.01; 41A.02, subdivisions 3, 4, 5, 6, 11, and 15; 41A.03, subdivisions 4 and 5; 41A.04, subdivision 1; 41A.05, subdivisions 1, 2, 3, and 5; 41A.06, subdivision 1; 297A.44, subdivision 1; 362A.041; and 362A.05; proposing coding for new law in Minnesota Statutes, chapter 41A.

Referred to the Committee on Agriculture.

Messrs. Wegscheid and Knutson introduced—

S.F. No. 427: A bill for an act relating to human services; defining Medicaid health plan; amending Minnesota Statutes 1986, section 256B.69, subdivision 2.

Referred to the Committee on Health and Human Services.

Messrs. Wegscheid and Knutson introduced—

S.F. No. 428: A bill for an act relating to human services; exempting nursing homes from the prepayment demonstration project; amending Minnesota Statutes 1986, section 256B.69, subdivisions 2 and 3.

Referred to the Committee on Health and Human Services.

Messrs. Moe, R.D.; Langseth and Stumpf introduced—

S.F. No. 429: A bill for an act relating to agriculture; providing minimum standards for seed potatoes; proposing coding for new law in Minnesota Statutes, chapter 21.

Referred to the Committee on Agriculture.

Messrs. Gustafson, Taylor, Mrs. McQuaid, Messrs. Knaak and Bernhagen introduced—

S.F. No. 430: A bill for an act relating to unemployment compensation; regulating the administration of the unemployment compensation law; providing for the amount of benefits; regulating benefit eligibility; providing for employer contributions; transferring certain hearing functions and personnel to the office of administrative hearings; providing penalties; amending Minnesota Statutes 1986, sections 14.03, subdivision 2; 14.48; 14.51; 14.53; 43A.18, subdivision 4; 179A.10, subdivision 1; 268.03; 268.04, subdivisions 2, 4, 24, 25, and by adding subdivisions; 268.06, subdivisions 2, 5, 8, 18, 19, 20, and by adding a subdivision; 268.07, subdivisions 2, 2a, and 3; 268.071, subdivision 1; 268.08, subdivisions 1 and 3; 268.09, subdivisions 1 and 2; 268.10, subdivisions 1, 2, 3, 4, 5, 6, and 9; 268.12, subdivisions 8, 9, 10, and 13; 268.121; 268.16, subdivision 2, and by adding a subdivision; 268.18, subdivisions 1 and 2; proposing coding for

new law in chapter 268; repealing Minnesota Statutes 1986, section 268.04, subdivisions 29 and 30; and 268.06, subdivision 24.

Referred to the Committee on Employment.

Messrs. Moe, D.M.; Wegscheid; Pogemiller and Renneke introduced—

S.F. No. 431: A bill for an act relating to retirement; Minnesota state retirement system; increasing employee and employer contributions to pay for an improved retirement formula and survivor benefits; amending Minnesota Statutes 1986, sections 352.04, subdivisions 2 and 3; 352.115, subdivision 3; and 352.12, subdivision 2.

Referred to the Committee on Governmental Operations.

Messrs. Moe, D.M. and Spear introduced—

S.F. No. 432: A bill for an act proposing an amendment to the Minnesota Constitution, article IV, section 12; eliminating references to "legislative days" and the restriction on the length of legislative sessions to 120 legislative days.

Referred to the Committee on Elections and Ethics.

Mr. Wegscheid, Mrs. Adkins, Messrs. Benson, Diessner and Schmitz introduced—

S.F. No. 433: A bill for an act relating to local government; regulating the development, imposition, and management of state mandates upon local political subdivisions; proposing coding for new law as Minnesota Statutes, chapter 468.

Referred to the Committee on Local and Urban Government.

Mr. Wegscheid introduced—

S.F. No. 434: A bill for an act relating to traffic regulations; requiring motorcycle passengers to wear protective headgear; amending Minnesota Statutes 1986, section 169.974, subdivision 4.

Referred to the Committee on Transportation.

Mr. Diessner introduced—

S.F. No. 435: A bill for an act relating to workers' compensation; defining the function of health care providers and lawyers in the workers' compensation system; proposing coding for new law in Minnesota Statutes, chapter 176.

Referred to the Committee on Employment.

Ms. Berglin introduced—

S.F. No. 436: A bill for an act relating to human services; raising income standards for medical assistance; amending Minnesota Statutes 1986, section 256B.06, subdivision 1.

Referred to the Committee on Health and Human Services.

Mr. Knutson, Mrs. Brataas and Ms. Berglin introduced—

S.F. No. 437: A bill for an act relating to marriage; requiring certain blood tests before marriage; amending Minnesota Statutes 1986, section 517.08, subdivision 1a.

Referred to the Committee on Judiciary.

Mr. Samuelson, Mses. Peterson, D.C.; Berglin; Messrs. Benson and Laidig introduced—

S.F. No. 438: A bill for an act relating to elections; changing what name may be used on ballots, nominating petitions, and affidavits of candidacy; repealing Minnesota Statutes 1986, section 204B.05.

Referred to the Committee on Elections and Ethics.

Ms. Piper, Messrs. Cohen, Marty, Mrs. Brataas and Ms. Peterson, D.C. introduced—

S.F. No. 439: A bill for an act relating to adoption; providing for notice of an adopted child or genetic parent's death; proposing coding for new law in Minnesota Statutes, chapter 259.

Referred to the Committee on Judiciary.

Mses. Piper, Reichgott, Mr. Marty, Mrs. Brataas and Ms. Peterson, D.C. introduced—

S.F. No. 440: A bill for an act relating to statutes; removing certain substantive gender references in Minnesota Statutes; amending Minnesota Statutes 1986, sections 13.83, subdivision 2; 88.11, subdivision 1; 176.111, subdivisions 3, 15, and 21; 204B.05; 218.021, subdivision 2; 252.07; 260.094; 315.44; 315.48; 353.01, subdivision 2b; 358.14; 382.17; 387.15; 387.16; 459.16; 540.05; 548.06; 593.01, subdivision 1; 593.02; 631.412; 641.06; 641.14; and 642.08; repealing Minnesota Statutes 1986, sections 176.011, subdivision 13; and 315.49.

Referred to the Committee on Judiciary.

Ms. Piper, Messrs. Marty, Cohen and Ms. Peterson, D.C. introduced—

S.F. No. 441: A bill for an act relating to human rights; defining marital status discrimination to include actions against an individual because of the spouse's political status; amending Minnesota Statutes 1986, section 363.01, by adding a subdivision.

Referred to the Committee on Judiciary.

Mr. Bertram introduced—

S.F. No. 442: A bill for an act relating to civil liability; requiring dram shop insurance premiums to be based on the claims experience of the insured; providing for recovery of costs by certain licensees in dram shop actions; amending Minnesota Statutes 1986, sections 340A.409, by adding a subdivision; and 340A.802, subdivision 3.

Referred to the Committee on Commerce.

Mr. Spear introduced—

S.F. No. 443: A bill for an act relating to family law; eliminating the requirement that a husband's consent to donor insemination be filed with the commissioner of health; amending Minnesota Statutes 1986, section 257.56, subdivision 1.

Referred to the Committee on Judiciary.

Mr. Waldorf introduced—

S.F. No. 444: A bill for an act relating to education; establishing the state board of technical colleges; prescribing powers, transferring functions; requiring report; proposing coding for new law as Minnesota Statutes, chapter 136E.

Referred to the Committee on Education.

Mr. Johnson, D.J. introduced—

S.F. No. 445: A bill for an act relating to taxation; individual income, updating provisions to the Internal Revenue Code of 1986; eliminating or simplifying certain modifications, exclusions, deductions, credits, carryovers, and basis adjustments; reducing income tax rates; defining terms; making technical corrections and administrative changes; appropriating money; amending Minnesota Statutes 1986, sections 10A.31, subdivisions 1, 3, and by adding a subdivision; 16A.275; 290.01, subdivisions 7, 19, 20, and by adding subdivisions; 290.032, subdivisions 1 and 2; 290.06, subdivisions 2c and 2d; 290.067, subdivision 1; 290.077, subdivision 1; 290.081; 290.091, subdivisions 1 and 4; 290.095, subdivisions 9 and 11; 290.10; 290.12, by adding a subdivision; 290.131, by adding a subdivision; 290.134, by adding a subdivision; 290.14; 290.15; 290.16, subdivision 1a; 290.17, subdivision 2; 290.23, subdivisions 3 and 5; 290.31, subdivisions 2, 3, 5, and by adding a subdivision; 290.37, subdivisions 1 and 3; 290.38; 290.39, subdivision 3; 290.431; 290.45, subdivisions 1 and 2; 290.48, subdivision 10; 290.491; 290.92, subdivisions 2a, 4a, 5, 5a, and 6; 290.93, subdivision 10; 290.9726, subdivisions 1, 2, and 4; and 290.974; repealing Minnesota Statutes 1986, sections 290.01, subdivisions 20a, 20b, 20f, 21, and 24; 290.013; 290.06, subdivisions 3f, 3g, and 11; 290.067, subdivisions 2, 3, 4, and 5; 290.077, subdivision 3; 290.079; 290.08; 290.085; 290.088; 290.089; 290.09; 290.091, subdivisions 2 and 3; 290.12, subdivision 4; 290.139; 290.17, subdivision 1a; 290.18, subdivision 2; and 290.9726, subdivisions 3, 5, and 6.

Referred to the Committee on Taxes and Tax Laws.

### ADJOURNMENT

Mr. Moe, R.D. moved that the Senate do now adjourn until 2:00 p.m., Thursday, February 19, 1987. The motion prevailed.

Patrick E. Flahaven, Secretary of the Senate