

## SIXTY-SEVENTH DAY

St. Paul, Minnesota, Thursday, March 10, 1988

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

### CALL OF THE SENATE

Mrs. Lantry 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. John Vawter.

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

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

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

Mr. Davis was excused from the Session of today.

### MESSAGES FROM THE HOUSE

Mr. President:

I have the honor to announce the passage by the House of the following House Files, herewith transmitted: H.F. Nos. 1743, 1926, 1941, 2008, 1784, 2055 and 2265.

Edward A. Burdick, Chief Clerk, House of Representatives

Transmitted March 9, 1988

**FIRST READING OF HOUSE BILLS**

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

**H.F. No. 1743:** A bill for an act relating to the city of Eveleth; authorizing benefit increases for certain retired police officers, firefighters, and their surviving spouses.

Referred to the Committee on Governmental Operations.

**H.F. No. 1926:** A bill for an act relating to emergency services; permitting political subdivisions to authorize aid under certain conditions; amending Minnesota Statutes 1986, section 12.27, by adding a subdivision.

Referred to the Committee on Local and Urban Government.

**H.F. No. 1941:** A bill for an act relating to charitable gambling; increasing the time period allowed for cities and counties to review license applications; amending Minnesota Statutes 1986, section 349.213, subdivision 2.

Referred to the Committee on Rules and Administration for comparison with S.F. No. 1764, now on General Orders.

**H.F. No. 2008:** A bill for an act relating to elections; clarifying certain public campaign financing limits; amending Minnesota Statutes 1986, section 10A.25, subdivision 10; Minnesota Statutes 1987 Supplement, sections 10A.255, subdivision 1; 10A.32, subdivision 3; repealing Minnesota Statutes 1986, section 10A.32, subdivision 3b.

Referred to the Committee on Rules and Administration for comparison with S.F. No. 1780, now on General Orders.

**H.F. No. 1784:** A bill for an act relating to nurse-midwives; allowing a certified nurse-midwife to prescribe and administer drugs and therapeutic devices; allowing an appropriately certified and licensed health care professional to prescribe legend drugs and controlled substances; amending Minnesota Statutes 1986, sections 148.171; 151.37, subdivision 2; and 152.12, subdivision 1.

Referred to the Committee on Rules and Administration for comparison with S.F. No. 1663, now on General Orders.

**H.F. No. 2055:** A bill for an act relating to education; making changes in the budget law relating to special school district No. 1, Minneapolis; amending Laws 1959, chapter 462, section 3, subdivision 4, as amended.

Referred to the Committee on Education.

**H.F. No. 2265:** A bill for an act relating to natural resources; correcting certain provisions for net size for the taking of ciscoes; amending Minnesota Statutes 1986, section 97C.805, subdivision 2.

Referred to the Committee on Environment and Natural Resources.

**REPORTS OF COMMITTEES**

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

Mr. Lessard from the Committee on Environment and Natural Resources, to which was referred

S.F. No. 1700: A bill for an act relating to metropolitan government; scheduling the payment of certain watershed improvement costs; amending Minnesota Statutes 1986, section 473.883, subdivisions 2 and 4.

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

Mr. Lessard from the Committee on Environment and Natural Resources, to which was referred

S.F. No. 2213: A bill for an act relating to state lands; authorizing sale of certain tax-forfeited lands that border public water in East Grand Forks, Polk county.

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

Mr. Lessard from the Committee on Environment and Natural Resources, to which was re-referred

S.F. No. 1823: A bill for an act relating to water; amending the Minnesota watershed act by adding reasons for termination of a watershed district; amending Minnesota Statutes 1987 Supplement, section 112.411, subdivision 4.

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

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

S.F. No. 1695: A bill for an act relating to education; providing for aversive and deprivation procedures; requiring rules; amending Minnesota Statutes 1987 Supplement, section 626.556, subdivision 2; proposing coding for new law as Minnesota Statutes, chapter 127.

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

Delete everything after the enacting clause and insert:

“Section 1. [127.43] [DEFINITIONS.]

*Subdivision 1. [APPLICATION.] For the purposes of sections 1 and 2, the following terms have the meanings given them.*

*Subd. 2. [AVERSIVE PROCEDURE.] “Aversive procedure” means the planned application of an aversive stimulus.*

*Subd. 3. [AVERSIVE STIMULUS.] “Aversive stimulus” means an object that is used, or an event or situation that occurs immediately after a specified behavior in order to suppress that behavior.*

*Subd. 4. [DEPRIVATION PROCEDURE.] “Deprivation procedure” means the planned delay or withdrawal of goods, services, or activities that the person would otherwise receive.*

*Subd. 5. [EMERGENCY.] “Emergency” means a situation in which immediate intervention is necessary to protect a pupil or other individual*

*from physical injury or to prevent property damage.*

Sec. 2. [127.44] [AVERSIVE AND DEPRIVATION PROCEDURES.]

*Subdivision 1. [PROHIBITION AND EXCEPTIONS.] A school district may not allow the use of an aversive or deprivation procedure for a handicapped child, as defined in section 120.03, unless:*

- (1) the procedure is part of the child's individual education plan; or*
- (2) in an emergency.*

*Subd. 2. [ADOPTION OF RULES.] The state board of education shall adopt rules governing the use of aversive and deprivation procedures by school district employees or persons under contract with a school district. The rules must:*

- (1) promote the use of positive approaches and must not encourage or require the use of aversive or deprivation procedures;*
- (2) require that planned application of aversive and deprivation procedures be a part of an individual education plan;*
- (3) require parents or guardians to be notified after the use of aversive or deprivation procedures in an emergency; and*
- (4) establish health and safety standards for the use of time-out procedures that require a safe environment, continuous monitoring of the child, ventilation, and adequate space."*

Delete the title and insert:

"A bill for an act relating to education; prohibiting aversive and deprivation procedures for handicapped children with certain exceptions; requiring the state board of education to adopt rules; proposing coding for new law in Minnesota Statutes, chapter 127."

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

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

S.F. No. 2093: A bill for an act relating to education; eliminating the cap on the state university system student health service fee; amending Minnesota Statutes 1986, section 136.11, subdivision 7.

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 referred

S.F. No. 2195: A bill for an act relating to education; making technical corrections to the cooperative secondary facilities grant act; amending Minnesota Statutes 1987 Supplement, section 124.494, subdivisions 5 and 6.

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

Mr. Purfeerst from the Committee on Transportation, to which was referred

S.F. No. 974: A resolution memorializing the President, Congress, and the Federal Aviation Administration to accelerate the modernization of

commercial aircraft fleets operating in and to the United States by requiring the use of quieter, Stage 3 aircraft.

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

Page 1, line 26, delete "80" and insert "70"

Page 3, line 3, delete "1988" and insert "1989"

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

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

S.F. No. 1800: A bill for an act relating to commerce; securities; changing certain disclosure requirements relating to charitable solicitations; amending Minnesota Statutes 1987 Supplement, section 309.556, subdivision 1, and by adding a subdivision; repealing Minnesota Statutes 1987 Supplement, section 309.556, subdivision 2.

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

Delete everything after the enacting clause and insert:

"Section 1. Minnesota Statutes 1987 Supplement, section 309.556, is amended by adding a subdivision to read:

*Subd. 3. [EXEMPTION.] This section does not apply if the solicitation is on behalf of an educational foundation organized and operated exclusively for the educational purposes of an educational institution exempt from registration under section 309.515."*

Delete the title and insert:

"A bill for an act relating to commerce; exempting certain educational foundations from public disclosure requirements; amending Minnesota Statutes 1987 Supplement, section 309.556, by adding a subdivision."

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. 1802: A bill for an act relating to insurance; regulating the Minnesota Insurance Guaranty Association; excluding investment risks insurance from coverage; modifying the definitions of "resident" and "covered claim"; regulating claims; preventing insolvencies; making certain technical changes; amending Minnesota Statutes 1986, sections 60C.02, subdivision 1; 60C.03, subdivisions 2, 7, and by adding a subdivision; 60C.05, subdivision 1; 60C.13, subdivision 2; and 60C.15; Minnesota Statutes 1987 Supplement, section 60C.09; repealing Minnesota Statutes 1986, section 60C.18.

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

Page 1, lines 21 to 23, delete the new language

Page 2, line 4, strike "or"

Page 2, line 7, before the period, insert "; or

*(c) A person whose principal place of business is in Wisconsin, Iowa, North Dakota or South Dakota, but who maintains substantial business in Minnesota"*

Page 5, delete lines 4 and 5

Page 5, line 6, delete everything before "and"

Page 5, line 7, delete "3" and insert "2"

Page 7, after line 24, insert:

"Sec. 9. Minnesota Statutes 1986, section 60C.18, is amended to read:  
60C.18 [RECOGNITION OF ASSESSMENTS IN RATES.]

*Subdivision 1. The rates and premiums charged for insurance policies and fidelity and surety bonds to which this chapter applies may must include amounts sufficient to recoup a sum equal to the amounts paid to the association by the member insurer less any amounts returned to the member insurer by the association. The rates shall not be deemed excessive because they contain an amount reasonably calculated to recoup assessments paid by the member insurer.*

*Subd. 2. Beginning with assessments payable by member insurers in 1988, each member insurer must separately state on either a billing notice or policy declaration sent to an insured, the percentage, dollar amount, or both, of the amount contained in the premium to recoup assessments paid by the member insurer in Minnesota."*

Page 7, delete section 10 and insert:

"Sec. 11. [REPEALER.]

*Minnesota Statutes 1987 Supplement, section 60C.06, subdivision 5, is repealed."*

Page 7, line 33, delete "2" and insert "1"

Page 7, line 36, delete everything after "insolvency" and insert a period

Page 8, delete lines 1 to 4

Page 8, line 5, delete "(c)" and insert "(b)" and delete "and 10" and insert "to 11"

Amend the title as follows:

Page 1, line 10, delete "and"

Page 1, line 11, after the semicolon, insert "and 60C.18;"

Page 1, line 12, delete "1986" and insert "1987 Supplement"

Page 1, line 13, delete "60C.18" and insert "60C.06, subdivision 5"

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. 2143: A bill for an act relating to insurance; regulating certain medical examinations in no-fault automobile insurance cases; amending Minnesota Statutes 1986, section 65B.56, subdivision 1.

Reports the same back with the recommendation that the bill be amended

as follows:

Page 2, delete section 2

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

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

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.

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

Delete everything after the enacting clause and insert:

"Section 1. [ADVISORY TASK FORCE.]

*A task force shall be established to review state governance of technical institutes, merging community colleges with technical institutes and formation of intermediate school districts throughout the state. The task force shall evaluate advantages and disadvantages of governance options and shall develop implementation procedures. The advisory task force shall be appointed by the chairs of the senate education committee, the house of representatives higher education committee, the house of representatives higher education appropriations division, and the senate higher education finance division. Members shall include: one legislator from each higher education committee and division; two representatives of the community colleges; two representatives of the technical institutes; two representatives of labor; two representatives of business; one student representative each from the community colleges and technical institutes; a member from the department of employee relations; a member of the higher education coordinating board staff; and the director of the bureau of mediation services who shall serve as chair. Staffing shall be provided by senate counsel and research and house of representatives research. The advisory task force shall report its findings and recommendations to the legislature by February 1, 1989.*

Sec. 2. [APPROPRIATION.]

*\$ . . . . . is appropriated from the general fund to the advisory task force for expenses."*

Delete the title and insert:

*"A bill for an act relating to education; establishing an advisory task force to review state governance of technical institutes and merging community colleges with technical institutes; appropriating money."*

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

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

S.F. No. 1745: A bill for an act relating to education; approving a capital loan; directing the commissioner of finance to issue bonds to make the loan to independent school district No. 912, Milaca.

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

Page 1, line 10, delete "\$4,000,000" and insert "not more than \$4,790,865"

Page 1, line 20, delete the second "of"

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

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

S.F. No. 1882: A bill for an act relating to education; requiring milk substitutes or alternative food items for lactose intolerant children in school milk distribution programs; proposing coding for new law in Minnesota Statutes, chapter 124.

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

Delete everything after the enacting clause and insert:

"Section 1. [124.6462] [LACTOSE REDUCED MILK.]

*If a district receives school lunch aid under section 124.646 and if it receives a written request from the parent of a pupil who is lactose intolerant, the district shall make available lactose reduced milk or a lactose enzyme in liquid or tablet form with milk for the pupil. Notwithstanding any law, local ordinance, or local regulation to the contrary, a school district may pour or serve portions of any product required by this section from a large container of the product at the time and place the pupil is being served."*

Delete the title and insert:

"A bill for an act relating to education; requiring school districts to make certain accommodations for lactose intolerant children, if requested; proposing coding for new law in Minnesota Statutes, chapter 124."

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

Ms. Berglin from the Committee on Health and Human Services, to which was referred

S.F. No. 1842: A bill for an act relating to human services; establishing an inventory, referral, and intake system for jobs and training and income maintenance services; appropriating money; amending Minnesota Statutes 1986, section 268.86, by adding a subdivision.

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

Page 1, after line 8, insert:

"Section 1. Minnesota Statutes 1987 Supplement, section 256.01, subdivision 4, is amended to read:

Subd. 4. [DUTIES AS STATE AGENCY.] The state agency shall:

(1) supervise the administration of assistance to dependent children under Laws 1937, chapter 438, by the county agencies in an integrated program



with other service for dependent children maintained under the direction of the state agency;

(2) may subpoena witnesses and administer oaths, make rules, and take such action as may be necessary, or desirable for carrying out the provisions of Laws 1937, chapter 438. All rules made by the state agency shall be binding on the counties and shall be complied with by the respective county agencies;

(3) establish adequate standards for personnel employed by the counties and the state agency in the administration of Laws 1937, chapter 438, and make the necessary rules to maintain such standards;

(4) prescribe the form of and print and supply to the county agencies blanks for applications, reports, affidavits, and such other forms as it may deem necessary and advisable;

(5) cooperate with the federal government and its public welfare agencies in any reasonable manner as may be necessary to qualify for federal aid for aid to dependent children and in conformity with the provisions of Laws 1937, chapter 438, including the making of such reports and such forms and containing such information as the Federal Social Security Board may from time to time require, and comply with such provisions as such board may from time to time find necessary to assure the correctness and verification of such reports; and

(6) may cooperate with other state agencies in establishing reciprocal agreements in instances where a child receiving aid to dependent children moves or contemplates moving into or out of the state, in order that such child may continue to receive supervised aid from the state moved from until the child shall have resided for one year in the state moved to; and

(7) on or before October 1 in each even-numbered year make a biennial report to the governor concerning the activities of the agency; and

(8) ~~design, develop, and administer an intake, referral, and inventory system that provides localized, single-point intake with a direct access to a statewide data base to match client needs with employment opportunities and public and private services. The system must include information on all available public and private programs for employment and training services and income maintenance and support services as defined in section 268.0111. The state agency shall cooperate with the department of jobs and training, counties and other local service units, service providers, and clients in the development and operation of the system. The system is not subject to sections 16B.40 to 16B.45; and~~

(9) enter into agreements with other departments of the state as necessary to meet all requirements of the federal government."

Renumber the sections in sequence

Delete the title and insert:

"A bill for an act relating to information management; providing for an inventory, referral, and intake system for jobs and training and income maintenance services; appropriating money; amending Minnesota Statutes 1986, section 268.86, by adding a subdivision; and Minnesota Statutes 1987 Supplement, section 256.01, subdivision 4."

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

Mr. Purfeerst from the Committee on Transportation, to which was referred

S.F. No. 1876: A bill for an act relating to transportation; providing for application of rules; providing for agreements with other states to administer special permits for vehicles exceeding weight and length restrictions; exempting limousines from motor carrier regulation; clarifying the filing of petitions for operating certificates and permits, carrying of cab cards, and requirements for private carriers; establishing insurance requirements; providing that investigative data on violations under chapter 221 may be given to transportation regulation board; amending Minnesota Statutes 1986, sections 169.86, by adding a subdivision; 221.025; 221.031, subdivisions 1, 2, 2a, and 3; 221.081; 221.121, subdivisions 1 and 5; 221.141, subdivision 1; 221.151, subdivision 1; 221.172, subdivision 2; 221.185, subdivision 9; 221.291, subdivisions 1 and 2; 221.296, subdivisions 4 and 8; and 221.81, subdivision 3a; Minnesota Statutes 1987 Supplement, sections 221.031, subdivision 7; 221.061; 221.291, subdivision 3; and 221.296, subdivision 5; proposing coding for new law in Minnesota Statutes, chapters 169 and 221; repealing Minnesota Statutes 1986, section 13.72, subdivision 3.

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

Page 1, line 31, after *"that"* insert *"motor carrier safety"*

Page 4, line 10, delete *"six"* and insert *"12"*

Page 7, line 12, delete *", notwithstanding chapter 13"*

Page 7, lines 13 and 14, delete *"is"* and insert *"are"*

Page 18, line 26, before the period, insert *", and with the rules of the commissioner concerning inspections, vehicle and driver out-of-service restrictions and requirements, and vehicle, driver, and equipment checklists"*

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. 1681: A bill for an act relating to insurance; accident and health; exempting child health supervision services and prenatal care services from any requirement of coinsurance or dollar limitation; proposing coding for new law in Minnesota Statutes, chapter 62A.

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

Delete everything after the enacting clause and insert:

*"Section 1. [62A.047] [CHILDREN'S HEALTH SERVICES.]*

*No policy of individual or group health and accident insurance regulated under this chapter, or individual or group subscriber contract regulated under chapter 62C, shall be issued, renewed, continued, delivered, issued for delivery, or executed in this state, or approved for issuance or renewal in this state by the commissioner of commerce unless the policy or contract specifically exempts reasonable and customary charges for child health supervision services and perinatal care services from a deductible, copayment, or other coinsurance or dollar limitation requirement. Minimum benefits may be limited to one visit payable to one provider for all of the*

*services provided at each visit cited in this section subject to the schedule set forth in this section. Nothing in this section shall apply to a commercial health insurance policy issued as a companion to a health maintenance organization contract.*

*"Child health supervision services" means pediatric preventive services, appropriate immunizations, developmental assessments, and laboratory services appropriate to the age of a child from birth to age six. Reimbursement must be made for at least five child health supervision visits from birth to 12 months, three child health supervision visits from 12 months to 24 months, once a year from three years old to six years old.*

*"Perinatal care services" means the comprehensive package of medical and psychosocial support provided throughout the pregnancy, labor, delivery, and postpartum period including risk assessment, serial surveillance, prenatal education, use of specialized skills and technology, when needed, observation of the mother and infant, preparation for discharge, and follow-up during the postpartum period."*

Amend the title as follows:

Page 1, line 3, delete "prenatal" and insert "perinatal"

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. 2300: A bill for an act relating to commerce; regulating preparation of certain financial information for membership camping contract applications and subdivider qualification statements; repealing an exception to the exemption of subdivided lands within a city; prohibiting advance payments relating to resale of time share property interests; providing for hearing on misleading or deceptive sales practices relating to subdivisions; amending Minnesota Statutes 1986, sections 82A.04, subdivision 2; 83.26, subdivision 2; and 83.44; Minnesota Statutes 1987 Supplement, sections 83.23, subdivision 3; and 83.45.

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

Page 5, line 7, after "the" insert "membership"

Page 7, line 7, strike "83.42, 83.43 and"

Page 10, line 26, delete "On receipt"

Page 10, delete lines 27 to 32 and insert "The hearing shall be a contested case conducted in accordance with chapter 14, except that the commissioner shall render a decision and final order within 20 days of receipt of the final administrative law judge report."

Sec. 6. [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. 2288: A bill for an act relating to commerce; regulating sales and repair of hearing aids; amending Minnesota Statutes 1986, section 145.43, subdivision 1a, and by adding a subdivision; Minnesota Statutes 1987 Supplement, section 145.43, subdivision 4.

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

Page 2, line 21, before "hearing" insert "entire"

Page 2, line 25, after "for" insert "the entire hearing aid for"

Page 2, line 28, reinstate the stricken period

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. 1956: A bill for an act relating to financial institutions; savings and loan associations; defining terms; adding clarifying language; regulating incorporations; regulating mutual to stock conversions; providing for corporate governance of capital stock associations; regulating the powers of saving associations; regulating deposit accounts; regulating investments; regulating terms and conditions of loans, contracts, and extensions of credit; providing state-chartered savings associations the same rights and powers that may be exercised by a federal savings association doing business in Minnesota; amending Minnesota Statutes 1986, sections 51A.02; 51A.03, by adding a subdivision; 51A.041, subdivisions 1 and 4; 51A.05, subdivision 1, and by adding a subdivision; 51A.06, subdivision 3; 51A.065, subdivisions 1, 3, 4, 8, and by adding a subdivision; 51A.07; 51A.10; 51A.11, subdivision 1; 51A.12; 51A.13; 51A.15, subdivision 2; 51A.17; 51A.19, subdivisions 1, 8, and 10; 51A.21, subdivisions 1, 5, 7, 9, 14, 15, 17, 21, and by adding subdivisions; 51A.22, subdivision 2; 51A.251; 51A.261; 51A.262; 51A.28; 51A.31, subdivision 1; 51A.32; 51A.35; 51A.361; 51A.37, subdivisions 1, 2, 3, 4, and by adding subdivisions; 51A.38, subdivisions 1, 2, 3, 4, 5, 7, and 8; 51A.40; 51A.44, subdivision 1; 51A.48; 51A.50; 51A.51, subdivision 1; 51A.53; 51A.56; 118.005, subdivision 1; Minnesota Statutes 1987 Supplement, section 51A.23, subdivision 1; proposing coding for new law in Minnesota Statutes, chapter 51A; repealing Minnesota Statutes 1986, sections 51A.03, subdivision 2a; 51A.05, subdivisions 3, 4, and 5; 51A.091; 51A.11, subdivision 3; 51A.18; 51A.19, subdivisions 2 and 3; 51A.21, subdivision 6; 51A.23, subdivisions 2, 3, 4, and 5; 51A.37, subdivisions 7 and 9; 51A.38, subdivision 6; and 51A.39.

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

Page 1, after line 38, insert:

"Section 1. [48.194] [INSTALLMENT SALES CONTRACTS; LOANS.]

*A person may enter into a credit sale or service contract to a state or national bank doing business in this state, and a bank may purchase and enforce the contract under the terms and conditions set forth in section 66, subdivision 2. A state bank or national bank may extend credit pursuant to the terms and conditions set forth in section 66."*

Page 2, line 7, delete "that" and insert "another"

Page 2, line 9, after "their" insert "contract"

Page 3, line 6, delete "issues" and insert "provides credit by issuing"

Page 10, line 21, delete "or pursuant to" and insert "a secured or unsecured line of credit agreement, or"

Page 10, line 22, after "card" insert "line of credit"

Page 12, line 7, after "an" insert "affiliate"

Page 12, line 24, delete the new language

Page 13, lines 18 and 20, delete "302A" and insert "300"

Page 14, after line 16, insert:

"Sec. 5. Minnesota Statutes 1986, section 51A.041, by adding a subdivision to read:

*Subd. 1a. [QUALIFICATIONS REQUIRED OF DIRECTORS OF STOCK ASSOCIATIONS.] Except with the written consent of the commissioner, no person shall be eligible for election or shall serve as director or officer of an association who has been adjudicated a bankrupt or convicted of a criminal offense involving dishonesty or a breach of trust. A director shall automatically cease to be a director when adjudicated a bankrupt or convicted of a criminal offense as herein provided."*

Page 17, line 13, after "[OFFICES.]" insert "*The association shall obtain approval from the commissioner prior to opening a branch office.*"

Page 17, line 16, after "may" insert ", however," and after "operate" insert "*other business facilities not constituting branch offices such as*"

Page 17, line 17, delete the first comma and insert "and" and delete ", and other"

Page 17, delete line 18

Page 17, line 19, delete "requirement" and insert "*without providing notice under this subdivision*"

Page 17, line 23, delete "to an" and strike "association"

Page 20, line 9, delete "federal association" and insert "*federally-chartered institution*"

Page 24, line 30, delete "302A" and insert "300"

Page 27, line 14, delete "to the" and insert "*shall have those*"

Page 27, line 15, delete "302A" and insert "300"

Page 30, delete section 35

Page 31, line 34, after the first comma, insert "*personal representative, conservator, custodian,*"

Page 31, line 36, after "act" insert ", and to receive reasonable compensation therefore"

Page 32, delete section 41

Page 39, line 4, strike everything after "(a)"

Page 39, strike lines 5 to 7

Page 39, line 8, strike everything before the stricken "or"

Page 39, line 12, strike the period

Page 39, line 13, strike "(b)"

Page 39, line 24, strike "(c)" and insert "(b)"

Page 39, line 32, strike "(d)" and insert "(c)"

Page 40, line 7, delete "(c)" and insert "(b)"

Page 40, line 15, delete "(e)" and insert "(d)"

Page 41, line 8, delete "Loans for consumer purposes." and insert "Consumer loans."

Page 41, after line 16, insert:

"Sec. 58. Minnesota Statutes 1986, section 51A.37, is amended by adding a subdivision to read:

*Subd. 13. [LOAN TO ONE BORROWER LIMITS.] (a) No mutual association shall make a loan to one borrower if the sum of (1) the amount of the loan and (2) the total balances of all outstanding loans owed to the association by the borrower exceeds an amount equal to ten percent of the association's savings liability or an amount equal to the sum of the association's reserves for losses and undivided profits, whichever amount is less, except that any such loan may be made if the sum of clauses (1) and (2) does not exceed \$500,000.*

*(b) No stock association shall make a loan to one borrower if the sum of (1) the amount of the loan and (2) the total balances of all outstanding loans owed to the association by the borrower exceeds an amount equal to ten percent of the association's savings liability or an amount equal to the sum of the association's reserves for losses and capital and surplus, whichever amount is less, except that any such loan may be made if the sum of clauses (1) and (2) does not exceed \$500,000."*

Page 45, line 31, after the period, insert "For contracts repayable in substantially equal successive monthly installments, the association may calculate the refund as the portion of the finance charge allocable to all unexpired payment periods following the date of prepayment and for the purpose of calculating the refund may assume that all payments are made on the due date."

Page 46, line 3, after "credit" insert "but excluding open-end credit pursuant to a credit card"

Page 46, line 5, after the period, insert "With respect to open-end credit pursuant to a credit card, an association may contract for and receive a finance charge at an annual percentage rate not exceeding 18 percent per year."

Page 46, line 7, delete "19 percent per year" and insert "the maximum annual percentage rate permitted pursuant to this section"

Page 46, line 8, delete "an" and insert "the maximum"

Page 46, line 9, delete "of 19 percent"

Page 49, line 10, after "BORROWER" insert "OR PURCHASER"

Page 49, lines 11 and 36, after "loan" insert "or contract"

Page 49, lines 12, 17, 19, and 35, after "*borrower*" insert "*or purchaser*"

Page 49, delete line 15 and insert "*borrower or purchaser. The association may add to the debt or contract balance the amounts so advanced.*"

Page 49, line 16, delete "*debt.*"

Page 49, line 24, after "*charge*" insert "*equal to that specified in the loan agreement or contract*"

Page 49, line 25, delete everything after "*(a)*" and insert a period

Page 49, delete lines 26 to 30

Page 51, delete lines 15 to 25

Page 51, line 26, before "*Except*" insert "*(a)*"

Page 51, after line 35, insert:

*"(b) This section does not apply to an insurance premium loan. An association may request cancellation of a policy of property or liability insurance only after the borrower's default or in accordance with a written authorization by the borrower. In either case, the cancellation does not take effect until written notice is delivered to the borrower or mailed to the borrower at the borrower's address as stated by the borrower. The notice must state that the policy may be canceled on a date not less than ten days after the notice is delivered, or, if the notice is mailed, not less than 13 days after it is mailed. A cancellation may not take effect until those notice periods expire."*

Page 52, lines 2 and 3, delete "*, to the extent applicable*" and insert "*in connection with a consumer loan or credit sale for a consumer loan purpose*"

Page 52, line 6, delete "*to the extent applicable*"

Page 52, line 7, delete "*325G.21;*" and insert "*325G.06 to 325G.11; 325G.15 to*"

Page 52, line 8, delete "*325G.35*" and insert "*325G.36, and the Code of Federal Regulations, title 12, part 535*"

Page 52, after line 8, insert:

*"(c) An assignment of a consumer's earnings by the consumer to an association as payment or as security for payment of a debt arising out of a consumer loan or consumer credit sale is unenforceable by the association and revocable by the consumer."*

Page 52, line 11, delete "*and*" and after "*8*" insert "*, 9, 10, and 11*"

Page 55, line 31, delete "*and*" and insert "*22, 23,*" and after "*27*" insert "*, and 28*"

Page 55, line 32, delete "*51A.32,*"

Page 55, line 33, delete "*subdivision 2;*"

Page 56, line 8, reinstate the stricken language

Page 56, line 9, reinstate the stricken "*and loan*" and delete "*Any*"

Page 56, line 10, delete "*existing*"

Page 56, line 11, delete "*as of March 1, 1988,*"

Page 56, line 12, reinstate the stricken language

Page 56, line 13, reinstate the stricken "its agencies, as amended,"

Page 56, line 16, delete everything after "law"

Page 56, lines 17 to 21, delete the new language

Page 57, line 8, delete "*subdivision 6*" and insert "*subdivisions 6 and 19*"

Page 57, line 12, delete "74" and insert "75"

Renumber the sections in sequence

Amend the title as follows:

Page 1, line 15, after "4" insert ", and by adding a subdivision"

Page 1, line 21, delete "51A.22,"

Page 1, line 22, delete "subdivision 2,"

Page 1, line 30, delete "chapter" and insert "chapters 48 and"

Page 1, line 34, delete "subdivision 6" and insert "*subdivisions 6 and 19*"

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

Mr. Lessard from the Committee on Environment and Natural Resources, to which was referred

S.F. No. 1427: A bill for an act relating to natural resources; providing for surface water regulation on Twin Lakes in the city of Robbinsdale.

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

Delete everything after the enacting clause and insert:

"Section 1. [SOUTH TWIN LAKE.]

*The south water basin of Twin Lake in Hennepin county, lying east of state trunk highway No. 100, that is located entirely within the city of Robbinsdale is a separate water basin and lake to be known as South Twin Lake. South Twin Lake shall be given a separate public waters inventory number."*

Delete the title and insert:

"A bill for an act relating to natural resources; designating a basin of Twin Lake within the city of Robbinsdale as a separate basin, South Twin Lake."

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

Mr. Lessard from the Committee on Environment and Natural Resources, to which was referred

S.F. No. 1947: A bill for an act relating to state lands; authorizing private sale of tax-forfeited land in St. Louis county.



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

Delete everything after the enacting clause and insert:

"Section 1. [SALE OF TAX-FORFEITED LAND; ST. LOUIS COUNTY.]

*Notwithstanding the public sale requirements of Minnesota Statutes, section 282.01, St. Louis county may sell tax-forfeited land described in this section to Melvin H. Mikkola of 1113 E. 15th Avenue, Hibbing, Minnesota.*

*The land described in this section may be sold by private sale for a consideration not less than its appraised value and in accordance with the applicable provisions of Minnesota Statutes, chapter 282.*

*The conveyance must be in a form approved by the attorney general.*

*The land is located in St. Louis county and is described as: the South 66.00 feet of Government Lot 1, Section 5, Township 57 North, Range 19 West.*

*A recent survey has shown that the home of Mr. Mikkola was inadvertently built over the south boundary of Government Lot 1, which is tax-forfeited land.*

Sec. 2. [EFFECTIVE DATE.]

*Section 1 is effective the day following final enactment."*

And when so amended the bill do pass and be placed on the Consent Calendar. Amendments adopted. Report adopted.

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

S.F. No. 2412: A bill for an act relating to veterans; requiring the establishment of a veterans home in Silver Bay; appropriating money; 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 Health and Human Services. Report adopted.

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

S.F. No. 2109: A bill for an act relating to the military; providing a state bonus for national guard service; appropriating money; proposing coding for new law in Minnesota Statutes, chapter 192.

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

Mrs. Lantry from the Committee on General Legislation and Public Gaming, to which was referred

S.F. No. 2097: A bill for an act relating to the board of the arts; regulating distribution of funds to regional arts councils; regulating conflict of interest; amending Minnesota Statutes 1986, section 139.10.

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

Mrs. Lantry from the Committee on General Legislation and Public Gaming, to which was referred

S.F. No. 2191: A bill for an act relating to animals; modifying regulations of kennels and dealers of certain animals used for research purposes; amending Minnesota Statutes 1987 Supplement, sections 347.31, subdivision 4; and 347.37.

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. 2323: A bill for an act relating to financial institutions; authorizing certain investments for banks; amending Minnesota Statutes 1986, sections 48.152, subdivision 10; 48.24, subdivision 5; and 48.61, by adding a subdivision.

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

Mr. Frank from the Committee on Economic Development and Housing, to which was referred

H.F. No. 1224: A bill for an act relating to local government; permitting the establishment of a joint economic development authority in Cook county; authorizing a lodging tax in certain towns.

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

Delete everything after the enacting clause and insert:

"Section 1. [COOK COUNTY AND GRAND MARAIS; JOINT ECONOMIC DEVELOPMENT AUTHORITY.]

*A public body corporate and politic, to be known as the Cook county/Grand Marais joint economic development authority, is created, having all of the powers and duties of an economic development authority under Minnesota Statutes, sections 469.091 to 469.108, except as otherwise provided in this act. For the purposes of sections 1 to 6, "joint authority" means the Cook county/Grand Marais joint economic development authority. For the purposes of applying Minnesota Statutes, sections 469.091 to 469.108, to the joint authority, Cook county and Grand Marais have all of the powers and duties of a city, and the Cook county board and the Grand Marais city council have all of the powers and duties of a city council, except for bond issuance and tax levy purposes as otherwise provided in this act. The joint authority may exercise all of the powers of an economic development authority, including those contained in Minnesota Statutes, section 469.101, within or without an economic development district.*

Sec. 2. [LIMITED PORT AUTHORITY POWERS.]

*The joint authority may exercise the powers of a port authority under Minnesota Statutes, sections 469.058, and 469.059, subdivision 12, together with the powers and duties of Minnesota Statutes, sections 469.091 to 469.108.*

Sec. 3. [AREA OF OPERATION.]

*The area of operation of the joint authority shall include all of Cook county. The Grand Marais city council must approve any project as defined in Minnesota Statutes, section 469.174, subdivision 8, and any economic development district as defined in Minnesota Statutes, section 469.101, if the project or economic development district includes real property within the boundaries of Grand Marais or includes real property owned by Grand Marais.*

#### Sec. 4. [COMMISSIONERS.]

*Subdivision 1. [APPOINTMENT, TERMS, VACANCIES.] The joint authority shall consist of seven commissioners, four to be appointed by the Cook county board and three by the Grand Marais city council. Those initially appointed by the county shall serve terms of one, three, five and six years. Those initially appointed by the city shall serve terms of two, four and six years. Thereafter, commissioners shall be appointed for six-year terms, except as otherwise provided in this subdivision. Vacancies during a term shall be filled for the unexpired term, in the manner in which the original appointment was made. Cook county board members and Grand Marais city council members may serve as commissioners for terms that coincide with the terms of their respective elected offices. All commissioners must be residents of Cook county.*

*Subd. 2. [COMPENSATION, REIMBURSEMENT, REMOVAL.] A commissioner appointed by the Cook county board shall be compensated, reimbursed and removed for cause by the Cook county board in the manner provided in Minnesota Statutes, section 469.095. A commissioner appointed by the Grand Marais city council shall be compensated, reimbursed and removed for cause by the Grand Marais city council in the manner provided in Minnesota Statutes, section 469.095.*

#### Sec. 5. [GENERAL OBLIGATION BONDS.]

*Subdivision 1. [ISSUANCE.] The joint authority may issue general obligation bonds as provided in Minnesota Statutes, section 469.102. If the bonds are secured by a pledge of the full faith and credit of Cook county and are not secured by a pledge of the full faith and credit of the city of Grand Marais, then for the purposes of applying section 469.102 to the issuance of the bonds by the joint authority, Cook county has all the powers and duties of a city and the Cook county board has all of the powers and duties of a city council. If the bonds are secured by a pledge of the full faith and credit of the city of Grand Marais and are not secured by a pledge of the full faith and credit of Cook county, then for the purposes of applying section 469.102 to the issuance of the bonds by the joint authority, the city of Grand Marais has all of the powers and duties of a city and the Grand Marais city council has all of the powers and duties of a city council. If the bonds are secured by a pledge of the full faith and credit of the city of Grand Marais and Cook county, then for the purposes of applying section 469.102 to the issuance of the bonds by the joint authority, Cook county has all of the powers and duties of a city and the Cook county board has all of the powers and duties of a city council and the city of Grand Marais has all of the powers and duties of a city and the Grand Marais city council has all of the powers and duties of a city council. The issuance of general obligation bonds secured by a pledge of the full faith and credit of the city of Grand Marais and Cook county must be approved by a two-thirds majority of the Cook county board and must be approved by a two-thirds majority of the Grand Marais city council.*

*Subd. 2. [NET DEBT.] If the Cook county board and the Grand Marais city council authorize the issuance of general obligation bonds by the joint authority which are secured by the full faith and credit of the city of Grand Marais and Cook county, any restriction on net debt under chapter 475 shall be divided between the city and the county in accordance with the ratio which the total assessed valuation of the city bears to the total assessed valuation of the county including the assessed valuation of the city.*

**Sec. 6. [COOK COUNTY TAX LEVY.]**

*For the purposes of applying Minnesota Statutes, section 469.107, to the joint authority, Cook county, to the exclusion of Grand Marais, has all of the powers and duties of a city and the Cook county board, to the exclusion of the Grand Marais city council, has all of the powers and duties of a city council.*

**Sec. 7. [EFFECTIVE DATE.]**

*Sections 1 to 6 are effective the day after compliance by the governing bodies of Cook county and Grand Marais with Minnesota Statutes, section 645.021, subdivision 3."*

Delete the title and insert:

*"A bill for an act relating to local government; permitting the establishment of a joint economic development authority in Cook county."*

*And when so amended the bill do pass and be re-referred to the Committee on Taxes and Tax Laws. Amendments adopted. Report adopted.*

*Mr. Frank from the Committee on Economic Development and Housing, to which was referred*

*S.F. No. 1990: A bill for an act relating to economic development; establishing a celebrate Minnesota 1990 program; establishing a Minnesota marketplace program; authorizing certain fund transfers; appropriating money.*

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

*Page 4, line 11, delete "department" and insert "commissioner"*

*Page 4, line 23, after "strategies" insert "on a statewide basis"*

*Page 4, delete line 24*

*Page 4, line 25, delete everything before "and"*

*Page 4, line 26, delete "(4)" and insert "(3)"*

*Page 5, line 7, delete "establish" and insert "suggest to the commissioner"*

*Page 5, after line 8, insert:*

*"(6) recommend to the commissioner the criteria that should be used in selecting local service centers;*

*(7) provide the commissioner with a list of recommended organizations for selection as local service centers;"*

*Page 5, line 9, delete "(6)" and insert "(8)"*

*Page 5, line 10, delete "(7)" and insert "(9)"*

Page 5, after line 11, insert:

*"The organization may contract for the services of consultants for the Minnesota marketplace program."*

Page 5, line 13, delete "*marketplace assistance*" and insert "*commissioner*"

Page 5, line 14, delete "*organization*"

Page 6, line 27, delete "*1 to 4*" and insert "*5 to 9*"

Page 6, after line 27, insert:

"Sec. 11. [APPROPRIATION.]"

Page 6, line 30, delete "*5 to 9*" and insert "*1 to 4*"

Page 6, line 32, delete "*an appropriation*" and insert "*all appropriations*"

Page 6, line 33, after "*fund*" insert "*and the general fund*"

Page 6, line 35, delete everything after "*programs*"

Page 6, line 36, delete everything before "*may*" and insert "*in Laws 1987, chapter 386,*"

Page 7, line 1, delete "*the other*" and insert "*another*"

Page 7, line 9, delete "*9*" and insert "*10*"

Page 7, line 12, delete "*and*" and after "*4*" insert "*, and 11*"

Page 7, line 13, delete "*11, and 12*" and insert "*and 13*"

Renumber the sections in sequence

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

Mr. Frank from the Committee on Economic Development and Housing, to which was referred

S.F. No. 2182: A bill for an act relating to taxation; providing for payment of tax increments attributable to referendum levy increases to school districts; amending Minnesota Statutes 1987 Supplement, section 469.177, by adding a subdivision.

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

Page 2, line 12, delete "*referendums held*" and insert "*taxes levied in 1988, payable in 1989, and thereafter, as a result of a referendum held before or*"

And when so amended the bill do pass and be re-referred to the Committee on Taxes and Tax Laws. Amendments adopted. Report adopted.

Mr. Moe, R.D. from the Committee on Rules and Administration, to which was referred

H.F. No. 1884 for comparison with companion Senate File, reports the following House File was found identical and recommends the House File be given its second reading and substituted for its companion Senate File as follows:

GENERAL ORDERS		CONSENT CALENDAR		CALENDAR	
H.F. No.	S.F. No.	H.F. No.	S.F. No.	H.F. No.	S.F. No.
		1884	1806		

and that the above Senate File be indefinitely postponed.

Pursuant to Rule 49, this report was prepared and submitted by the Secretary of the Senate on behalf of the Committee on Rules and Administration. Report adopted.

Mr. Moe, R.D. from the Committee on Rules and Administration, to which was referred

H.F. No. 2083 for comparison with companion Senate File, reports the following House File was found not identical with companion Senate File as follows:

GENERAL ORDERS		CONSENT CALENDAR		CALENDAR	
H.F. No.	S.F. No.	H.F. No.	S.F. No.	H.F. No.	S.F. No.
2083	1588				

Pursuant to Rule 49, the Committee on Rules and Administration recommends that H.F. No. 2083 be amended as follows:

Delete all the language after the enacting clause of H.F. No. 2083 and insert the language after the enacting clause of S.F. No. 1588, the first engrossment; further, delete the title of H.F. No. 2083 and insert the title of S.F. No. 1588, the first engrossment.

And when so amended H.F. No. 2083 will be identical to S.F. No. 1588, and further recommends that H.F. No. 2083 be given its second reading and substituted for S.F. No. 1588, and that the Senate File be indefinitely postponed.

Pursuant to Rule 49, this report was prepared and submitted by the Secretary of the Senate on behalf of the Committee on Rules and Administration. Amendments adopted. Report adopted.

Mr. Moe, R.D. from the Committee on Rules and Administration, to which was referred

H.F. No. 1868 for comparison with companion Senate File, reports the following House File was found identical and recommends the House File be given its second reading and substituted for its companion Senate File as follows:

GENERAL ORDERS		CONSENT CALENDAR		CALENDAR	
H.F. No.	S.F. No.	H.F. No.	S.F. No.	H.F. No.	S.F. No.
1868	1581				

and that the above Senate File be indefinitely postponed.

Pursuant to Rule 49, this report was prepared and submitted by the Secretary of the Senate on behalf of the Committee on Rules and Administration. Report adopted.

Mr. Moe, R.D. from the Committee on Rules and Administration, to which was referred

H.F. No. 2270 for comparison with companion Senate File, reports the following House File was found not identical with companion Senate File as follows:

GENERAL ORDERS		CONSENT CALENDAR		CALENDAR	
H.F. No.	S.F. No.	H.F. No.	S.F. No.	H.F. No.	S.F. No.
2270	1994				

Pursuant to Rule 49, the Committee on Rules and Administration recommends that H.F. No. 2270 be amended as follows:

Delete all the language after the enacting clause of H.F. No. 2270 and insert the language after the enacting clause of S.F. No. 1994, the first engrossment; further, delete the title of H.F. No. 2270 and insert the title of S.F. No. 1994, the first engrossment.

And when so amended H.F. No. 2270 will be identical to S.F. No. 1994, and further recommends that H.F. No. 2270 be given its second reading and substituted for S.F. No. 1994, and that the Senate File be indefinitely postponed.

Pursuant to Rule 49, this report was prepared and submitted by the Secretary of the Senate on behalf of the Committee on Rules and Administration. Amendments adopted. Report adopted.

Mr. Moe, R.D. from the Committee on Rules and Administration, to which was referred

H.F. No. 1999 for comparison with companion Senate File, reports the following House File was found not identical with companion Senate File as follows:

GENERAL ORDERS		CONSENT CALENDAR		CALENDAR	
H.F. No.	S.F. No.	H.F. No.	S.F. No.	H.F. No.	S.F. No.
1999	1718				

Pursuant to Rule 49, the Committee on Rules and Administration recommends that H.F. No. 1999 be amended as follows:

Delete all the language after the enacting clause of H.F. No. 1999 and insert the language after the enacting clause of S.F. No. 1718, the first engrossment; further, delete the title of H.F. No. 1999 and insert the title of S.F. No. 1718, the first engrossment.

And when so amended H.F. No. 1999 will be identical to S.F. No. 1718, and further recommends that H.F. No. 1999 be given its second reading and substituted for S.F. No. 1718, and that the Senate File be indefinitely postponed.

Pursuant to Rule 49, this report was prepared and submitted by the Secretary of the Senate on behalf of the Committee on Rules and Administration. Amendments adopted. Report adopted.

Mr. Moe, R.D. from the Committee on Rules and Administration, to which was referred

H.F. No. 1989 for comparison with companion Senate File, reports the following House File was found not identical with companion Senate File as follows:

GENERAL ORDERS		CONSENT CALENDAR		CALENDAR	
H.F. No.	S.F. No.	H.F. No.	S.F. No.	H.F. No.	S.F. No.
1989	1705				

Pursuant to Rule 49, the Committee on Rules and Administration recommends that H.F. No. 1989 be amended as follows:

Delete all the language after the enacting clause of H.F. No. 1989 and insert the language after the enacting clause of S.F. No. 1705, the first engrossment; further, delete the title of H.F. No. 1989 and insert the title of S.F. No. 1705, the first engrossment.

And when so amended H.F. No. 1989 will be identical to S.F. No. 1705, and further recommends that H.F. No. 1989 be given its second reading and substituted for S.F. No. 1705, and that the Senate File be indefinitely postponed.

Pursuant to Rule 49, this report was prepared and submitted by the Secretary of the Senate on behalf of the Committee on Rules and Administration. Amendments adopted. Report adopted.

Mr. Moe, R.D. from the Committee on Rules and Administration, to which was referred

H.F. No. 2020 for comparison with companion Senate File, reports the following House File was found not identical with companion Senate File as follows:

GENERAL ORDERS		CONSENT CALENDAR		CALENDAR	
H.F. No.	S.F. No.	H.F. No.	S.F. No.	H.F. No.	S.F. No.
2020	1751				

Pursuant to Rule 49, the Committee on Rules and Administration recommends that H.F. No. 2020 be amended as follows:

Delete all the language after the enacting clause of H.F. No. 2020 and insert the language after the enacting clause of S.F. No. 1751, the first engrossment; further, delete the title of H.F. No. 2020 and insert the title of S.F. No. 1751, the first engrossment.

And when so amended H.F. No. 2020 will be identical to S.F. No. 1751, and further recommends that H.F. No. 2020 be given its second reading and substituted for S.F. No. 1751, and that the Senate File be indefinitely postponed.

Pursuant to Rule 49, this report was prepared and submitted by the Secretary of the Senate on behalf of the Committee on Rules and Administration. Amendments adopted. Report adopted.



Mr. Moe, R.D. from the Committee on Rules and Administration, to which was referred

H.F. No. 2312 for comparison with companion Senate File, reports the following House File was found not identical with companion Senate File as follows:

GENERAL ORDERS		CONSENT CALENDAR		CALENDAR	
H.F. No.	S.F. No.	H.F. No.	S.F. No.	H.F. No.	S.F. No.
2312	2162				

Pursuant to Rule 49, the Committee on Rules and Administration recommends that H.F. No. 2312 be amended as follows:

Delete all the language after the enacting clause of H.F. No. 2312 and insert the language after the enacting clause of S.F. No. 2162, the first engrossment; further, delete the title of H.F. No. 2312 and insert the title of S.F. No. 2162, the first engrossment.

And when so amended H.F. No. 2312 will be identical to S.F. No. 2162, and further recommends that H.F. No. 2312 be given its second reading and substituted for S.F. No. 2162, and that the Senate File be indefinitely postponed.

Pursuant to Rule 49, this report was prepared and submitted by the Secretary of the Senate on behalf of the Committee on Rules and Administration. Amendments adopted. Report adopted.

Mr. Frank from the Committee on Economic Development and Housing, to which was referred

S.F. No. 1805: A bill for an act relating to housing; providing a definition; authorizing certain refinancing; providing for reservation of low-income housing credits; amending Minnesota Statutes 1986, sections 462A.03, by adding a subdivision; 462A.05, by adding a subdivision; and 462A.07, subdivisions 14 and 15; Minnesota Statutes 1987 Supplement, section 462A.222, subdivision 2.

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

Page 1, line 15, delete "*Public Law Number 93-638,*" and insert "*United States Code, title 25, section 450b*"

Page 1, line 16, delete "*section 4*"

And when so amended the bill do pass and be re-referred to the Committee on Taxes and Tax Laws. Amendments adopted. Report adopted.

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

S.F. No. 2057: A bill for an act relating to financial institutions; authorizing state banks to engage in certain securities activities; permitting state banks to invest in certain corporations and to establish subsidiaries under certain circumstances; authorizing the commissioner to adopt rules and issue orders regarding activities of banks and bank subsidiaries; amending Minnesota Statutes 1986, sections 48.15, by adding a subdivision; and 48.61, by adding a subdivision.

Reports the same back with the recommendation that the bill be amended

as follows:

Page 2, line 5, delete "or other securities entity"

Page 2, line 12, after "subsidiary" insert "located in this state"

Page 2, line 30, delete "the convenience and needs of the"

Page 2, line 31, delete "public,"

Page 2, line 32, delete "or affiliate"

Page 2, delete lines 33 to 36

Page 3, delete lines 1 to 3 and insert:

*"(c) The aggregate amount of funds invested in either an equity or loan capacity in all of the subsidiaries of the bank authorized under this section shall not exceed 25 percent of the capital stock and paid in surplus.*

*(d) A subsidiary organized or acquired under this section is subject to the examination and enforcement authority of the commissioner under chapter 46 to the same extent as a state bank.*

*(e) For the purposes of this section, "subsidiary" means an entity of which more than 50 percent of the voting shares are owned or controlled by the bank."*

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

Mr. Lessard from the Committee on Environment and Natural Resources, to which was re-referred

S.F. No. 1974: A bill for an act relating to the Ramsey-Washington metro watershed district; authorizing a tax for the district's administrative fund.

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

Delete everything after the enacting clause and insert:

**"Section 1. [RAMSEY-WASHINGTON METRO WATERSHED DISTRICT ADMINISTRATIVE FUND.]**

*Notwithstanding Minnesota Statutes, section 112.61, subdivision 3, the Ramsey-Washington metro watershed district may annually levy an ad valorem tax not to exceed one-third mill on taxable property within the district for its administrative fund. The district may levy more than \$125,000 only with the approval of the Ramsey and Washington counties boards of commissioners. The board of managers shall, in other respects, make the levy for the administrative fund in accordance with Minnesota Statutes, section 112.611."*

And when so amended the bill do pass and be re-referred to the Committee on Taxes and Tax Laws. Amendments adopted. Report adopted.

Mr. Lessard from the Committee on Environment and Natural Resources, to which was referred

S.F. No. 1931: A bill for an act relating to state lands; directing sale and conveyance of certain state-owned lands to the city of Owatonna.

Reports the same back with the recommendation that the bill be amended

as follows:

Delete everything after the enacting clause and insert:

"Section 1. [CONVEYANCE OF STATE LANDS TO THE CITY OF OWATONNA.]

*Notwithstanding Minnesota Statutes, sections 92.09 to 92.16, the governor upon the recommendation of the commissioner of administration shall offer to quitclaim and convey to the city of Owatonna the land described in this section.*

*Conveyance shall be made in a form approved by the attorney general, for a consideration of \$600 per acre.*

*After completion of development work by the city of Owatonna, the land may be subdivided and sold. From the proceeds of a sale of any portion of the property, the city of Owatonna shall deduct and retain a proportionate share of the purchase price and the costs associated with purchase, subdivision, and development including utilities, streets, storm sewers, site work, and engineering. The balance remaining after deduction of these costs shall be remitted to the state treasurer and deposited in the state treasury and credited to the general fund.*

*The land is located in Steele county and described as:*

**PARCEL NO. 1:**

*All that part of the South half of the Southeast Quarter of Section 8, Township 107 North, Range 20 West, described as follows:*

*Commencing at the Northwest corner of the South Half of the Southeast Quarter of said Section 8. Thence South 514.5 feet along the West line of the South half of the Southeast Quarter of said Section 8 to the point of beginning; thence South along West line of South Half of Southeast Quarter of said Section 8 to the Southwest corner of the South Half of the Southeast Quarter of said Section 8; thence East along the South Line of the South Half of the Southeast Quarter of said Section 8 to the Westerly right-of-way line of U.S. Trunk Highway 35; thence Northeasterly 589.64 Feet along the Westerly right-of-way line of U.S. Trunk Highway 35; thence Northwest-erly along said right-of-way line to a point, said last point being 514.5 Feet South of the North Line of said South Half of Southeast Quarter, measured along a line parallel with the West line of said Southeast Quarter; thence West parallel with the North line of said South Half of Southeast Quarter to the point of beginning. Parcel No. 1 contains 37.5 acres more or less.*

**PARCEL NO. 2:**

*All that part of the Northeast Quarter, Section 17, Township 107 North, Range 20 West, lying West of the Westerly right-of-way line of U.S. Trunk Highway 35. Parcel No. 2 contains 87.1 acres more or less.*

*The property described in this section is no longer needed for highway purposes."*

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

Mr. Lessard from the Committee on Environment and Natural Resources, to which was referred

S.F. No. 2160: A bill for an act relating to state lands; conveying certain lands to the city of Brooklyn Center in Hennepin county.

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

Page 1, line 16, after the period, insert "*The conveyance must provide that the property to be transferred reverts back to the state if the property is not used for public purposes.*"

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

Mr. Lessard from the Committee on Environment and Natural Resources, to which was referred

S.F. No. 1952: A bill for an act relating to environment; authorizing sanitary districts to apply for and receive assistance from the waste management board for certain solid waste programs; amending Minnesota Statutes 1986, section 115A.50; and Minnesota Statutes 1987 Supplement, section 115A.49.

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

Page 1, after line 9, insert:

"Section 1. Minnesota Statutes 1986, section 115A.03, is amended by adding a subdivision to read:

*"Subd. 28b. [SANITARY DISTRICT.] "Sanitary district" means a sanitary district with the authority to regulate solid waste."*

Page 2, line 11, delete everything after "*districts*"

Page 2, line 12, delete everything before the period

Renumber the sections in sequence

Amend the title as follows:

Page 1, line 5, delete "section" and insert "sections 115A.03, by adding a subdivision; and"

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

Mr. Lessard from the Committee on Environment and Natural Resources, to which was referred

S.F. No. 1598: A bill for an act relating to environment; requiring notice of changes in solid waste facility permits to be given to local governments; proposing coding for new law in Minnesota Statutes, chapter 116.

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

Delete everything after the enacting clause and insert:

"Section 1. [116.074] [NOTICE OF PERMIT CONDITIONS TO LOCAL GOVERNMENTS.]

*Before the agency grants a permit for a solid waste facility, allows a significant alteration of permit conditions or facility operation, or allows the change of a facility permittee, the commissioner must notify the county and town where the facility is located, contiguous counties and towns, and all home rule charter and statutory cities within the contiguous townships. If a local government unit requests a public meeting within 30 days after being notified, the agency must hold at least one public meeting in the area near the facility before granting the permit, allowing the alterations in the permit conditions or facility operation, or allowing the change of the facility permittee."*

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

Mr. Lessard from the Committee on Environment and Natural Resources, to which was referred

S.F. No. 2212: A bill for an act relating to natural resources; revising provisions relating to the Heartland Trail; amending Minnesota Statutes 1986, section 85.015, subdivision 12.

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

Delete everything after the enacting clause and insert:

"Section 1. Minnesota Statutes 1986, section 85.015, subdivision 12, is amended to read:

Subd. 12. Heartland Trail, Hubbard and Cass counties.

(a) The trail shall originate at mile post 90.92 at Park Rapids in Hubbard county and shall extend in an easterly direction along the Burlington Northern Railroad right-of-way to the south line of Oak Avenue in through Walker in Cass county. The trail shall then continue from the section line between sections 9 and 16, Township 142 North, Range 34 West, in a northerly direction along the Burlington Northern Railroad right-of-way to mile post 137.78, approximately 2 miles south of Cass Lake in Cass county, and there terminate.

(b) The trail shall be developed primarily for riding and hiking.

(c) In addition to the authority granted in subdivision 1, lands and interests in lands for the Heartland Trail may be acquired by eminent domain. Before acquiring any land or interest in land by eminent domain the commissioner of administration shall obtain the approval of the governor. The governor shall consult with the legislative advisory commission before granting approval. Recommendations of the legislative advisory commission shall be advisory only. Failure or refusal of the commission to make a recommendation shall be deemed a negative recommendation.

Sec. 2. Minnesota Statutes 1986, section 85.015, is amended by adding a subdivision to read:

*Subd. 12a. [PAUL BUNYAN TRAIL, CROW WING, CASS, HUBBARD, AND BELTRAMI COUNTIES.] The trail shall originate in the city of Baxter in Crow Wing county and shall extend in a northerly direction along the Burlington Northern Railroad right-of-way, intersecting the Heartland State Trail southeast of the city of Walker in Cass county. The trail shall continue on the Heartland State Trail through the city of Walker, then in*

*a northwesterly direction along the Burlington Northern Railroad right-of-way to the city of Bemidji in Beltrami county and there terminate.*

Sec. 3. [EFFECTIVE DATE.]

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

Amend the title as follows:

Page 1, line 3, after the semicolon, insert "proposing the authorization of a new state trail;"

Page 1, line 4, before the period, insert ", and by adding a subdivision"

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

Mr. Lessard from the Committee on Environment and Natural Resources, to which was re-referred

S.F. No. 1662: A bill for an act relating to natural resources; defining state forest management roads; providing for the establishment, construction, administration, and maintenance of state forest management roads; dedicating a portion of gasoline and special fuels taxes to use on state forest roads; amending Minnesota Statutes 1986, sections 89.001, by adding a subdivision; 89.19; 296.16, by adding a subdivision; and 296.421, by adding a subdivision; Laws 1987, chapter 404, section 22, subdivision 4; proposing coding for new law in Minnesota Statutes, chapter 89.

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

Page 1, line 17, delete "State" and delete "management"

Page 1, lines 26 and 29, delete "state" and delete "management"

Page 2, line 3, delete "STATE"

Page 2, line 5, delete the second "state"

Page 2, lines 6 and 9, delete "state"

Page 2, lines 12, 24, 28, and 31, delete "state" and delete "management"

Page 2, line 16, delete "MANAGEMENT"

Page 2, line 17, delete "DEDICATION" and insert "DESIGNATION"

Page 2, line 20, delete "hereby dedicated" and insert "designated" and delete "state" and delete "management"

Page 2, line 23, delete "undedicate" and insert "undesignate"

Page 2, line 35, delete "and/or" and insert "or"

Page 3, line 3, delete "dedicated" and insert "designated" and delete "state"

Page 3, lines 4, 16, 19, 22, and 35, delete "management"

Page 3, lines 8, 11, 15, and 18, delete "state" and delete "management"

Page 3, line 14, delete "MANAGEMENT"

Page 3, line 25, after the period, insert "Liability on a road designated under this subdivision is governed by section 160.095, subdivision 4."

Page 3, delete lines 26 to 32

Page 3, line 33, delete "7" and insert "6"

Page 3, line 34, delete "state"

Page 4, line 4, delete "8" and insert "7"

Page 4, line 7, delete "management"

Page 4, line 8, delete everything after "rule"

Page 4, line 9, delete "law"

Page 6, lines 32 and 37, delete "commissioner" and insert "commissioners"

Page 6, line 32, after "transportation" insert ", natural resources, and revenue"

Amend the title as follows:

Page 1, lines 2 and 4, delete "state"

Page 1, lines 3 and 5, delete "management"

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

Ms. Berglin from the Committee on Health and Human Services, to which was referred

S.F. No. 2206: A bill for an act relating to human services; requiring county community social service plans to address the county's responsibility to establish a system of early intervention services for handicapped children; amending Minnesota Statutes 1987 Supplement, section 256E.09, subdivision 3.

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

Ms. Berglin from the Committee on Health and Human Services, to which was referred

S.F. No. 1625: A bill for an act relating to corrections; establishing a shelter for battered American Indian women; appropriating money.

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

Mr. Moe, D.M. from the Committee on Governmental Operations, to which was re-referred

S.F. No. 1595: A bill for an act relating to state agencies; returning the control of the Minnesota veterans home to the department of veterans affairs; creating the veterans home board of directors and providing for its powers and duties; providing for the appointment of deputy commissioners and providing for their powers and duties; appropriating money; amending Minnesota Statutes 1986, sections 196.03; 196.05; 198.001; 198.01; 198.022; 198.03; 198.05; 198.065; 198.075; 198.16; 198.161; 198.23; 198.231; 198.261; 198.265; 198.266; 198.31; 198.32; 198.33; and 198.34; proposing coding for new law in Minnesota Statutes, chapters 196 and 198; repealing Minnesota Statutes 1986, sections 196.02, subdivision 3; and

198.06.

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

Page 4, line 20, after the first "*members*" insert "*experienced in policy formulation and knowledgeable about health care delivery*"

Page 4, line 23, delete everything after "*affairs*"

Page 4, delete lines 24 and 25 and insert "*shall*"

Page 4, line 26, after "*as*" insert "*an*" and delete "*members*" and insert "*member*"

Page 8, line 29, strike the first comma and insert "*and*" and strike "*,* and parents"

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

Mr. Moe, D.M. from the Committee on Governmental Operations, to which was referred

S.F. No. 2174: A bill for an act relating to courts; repealing the law allowing the court administrator to appeal the salary set by the county board to the district court; repealing Minnesota Statutes 1986, section 485.018, subdivision 7.

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

Page 1, after line 8, insert:

"Section 1. [STUDY TASK FORCE.]

*The Supreme Court, in consultation with the association of Minnesota counties, shall appoint a task force to study the relationship between the district court and the counties of the state and to make recommendations regarding the control and financing of the district courts. The task force shall report its findings and recommendations to the legislature by February 1, 1989."*

Page 1, line 11, before the period, insert "*effective August 15, 1989*"

Renumber the sections in sequence

Amend the title as follows:

Page 1, line 2, after the semicolon, insert "*providing for a task force to study certain issues related to district courts; requiring a report;*"

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

Mr. Moe, D.M. from the Committee on Governmental Operations, to which was referred

S.F. No. 2150: A bill for an act relating to state contracts; prohibiting the state from requiring Indian tribes or bands to deny their sovereignty to contract with the state; amending Minnesota Statutes 1986, section 16B.06, by adding a subdivision.

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



Report adopted.

Mr. Moe, D.M. from the Committee on Governmental Operations, to which was referred

S.F. No. 2413: A bill for an act relating to retirement; public employees; authorizing employer deferred compensation plan contributions in certain instances; amending Minnesota Statutes 1986, sections 179A.03, subdivision 19; 179A.07, subdivision 2; and 356.24.

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

Mr. Moe, D.M. from the Committee on Governmental Operations, to which was re-referred

S.F. No. 1617: A bill for an act relating to human services; creating a task force to study building code standards for family and group family day care homes; changing building code requirements concerning certain child care facilities; amending Minnesota Statutes 1987 Supplement, section 16B.61, subdivision 3.

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

Page 2, line 25, delete "R" and insert "R-3"

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

Mrs. Lantry from the Committee on General Legislation and Public Gaming, to which was referred

S.F. No. 1815: A bill for an act relating to animals; prohibiting transportation of certain animals in open vehicles; prohibiting leaving animals unattended in motor vehicles in an unsafe or dangerous manner and authorizing their removal by peace officers and fire and rescue officials; proposing coding for new law in Minnesota Statutes, chapter 346.

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

Page 1, line 15, delete "an" and insert "a dog or cat"

Page 1, line 16, delete "animal"

Page 1, after line 21, insert:

*"This section does not apply to the transportation of a dog whose owner either owns or is employed by a ranching or farming operation who is traveling on a road in a rural area or who is traveling to and from a livestock auction or the transportation of a dog for purposes associated with ranching or farming."*

Page 1, line 27, after the comma, insert "humane officer under section 343.01,"

Page 2, after line 4, insert:

*"Subd. 5. [PENALTY.] A person who violates any provision of subdivision 1 or 2 is subject to a fine of \$25."*

Amend the title as follows:

Page 1, line 6, after the semicolon, insert "providing penalties;"

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

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

S.F. No. 2152: A bill for an act relating to higher education; establishing the university center at Rochester; establishing its responsibilities, duties, and powers; providing for its governance; appropriating money; proposing coding for new law as Minnesota Statutes, chapter 136E.

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

Delete everything after the enacting clause and insert:

"Section 1. [135A.12] [UNIVERSITY CENTER AT ROCHESTER.]

*Subdivision 1. [ESTABLISHMENT.] A university center at Rochester is established to meet the needs for higher education in the greater Rochester area. The center shall be under the general supervision and control of a board consisting of the following:*

*(1) one member appointed by the board of regents of the University of Minnesota;*

*(2) one member appointed by the state university board;*

*(3) one member appointed by the state board for community colleges; and*

*(4) two members, appointed by the governor, who reside in the Rochester area.*

*No member appointed by a board may be a resident of the Rochester area.*

*Subd. 2. [POWERS.] The board shall direct the operations of the center and may expend money appropriated to it. The board shall appoint an administrator for the center and may employ other staff as necessary.*

*Subd. 3. [ADVISORY COMMITTEE.] The board shall appoint an advisory committee to provide assistance in performing its duties.*

*Subd. 4. [COORDINATION.] When determining a program to be funded through the center, the board shall survey existing educational services to determine appropriate coordination and sharing of curriculum and program.*

Sec. 2. [APPROPRIATIONS.]

*Subdivision 1. [COORDINATION.] The sum of \$ . . . . . is appropriated from the general fund to the board of the university center at Rochester for fiscal year 1989."*

Amend the title as follows:

Page 1, line 3, delete everything after the semicolon

Page 1, line 4, delete everything before "providing"

Page 1, line 6, delete "as" and insert "in" and delete "136E" and insert "135A"

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

### SECOND READING OF SENATE BILLS

S.F. Nos. 1700, 2213, 1823, 1695, 974, 1800, 1802, 2143, 1882, 1876, 1681, 2300, 2288, 1956, 1427, 1947, 2097, 2191, 2323, 2057, 1931, 2160, 1952, 1598, 2212, 2206, 2174, 2150, 2413, 1617 and 1815 were read the second time.

### SECOND READING OF HOUSE BILLS

H.F. Nos. 1884, 2083, 1868, 2270, 1999, 1989, 2020 and 2312 were read the second time.

### MOTIONS AND RESOLUTIONS

Mr. Lessard moved that the name of Mr. Dicklich be added as a co-author to S.F. No. 262. The motion prevailed.

Ms. Reichgott moved that the name of Mr. Moe, R.D. be added as a co-author to S.F. No. 1284. The motion prevailed.

Mr. Lessard moved that the names of Messrs. Solon and Dicklich be added as co-authors to S.F. No. 2254. The motion prevailed.

Mr. Pogemiller moved that the name of Mrs. Brataas be added as a co-author to S.F. No. 2336. The motion prevailed.

Ms. Olson moved that her name be stricken as a co-author to S.F. No. 2350. The motion prevailed.

Mrs. McQuaid moved that her name be stricken as a co-author to S.F. No. 2350. The motion prevailed.

Mr. Moe, D.M. moved that the names of Messrs. Wegscheid and Pogemiller be added as co-authors to S.F. No. 2413. The motion prevailed.

Mr. Merriam moved that the name of Mr. Dahl be added as a co-author to S.F. No. 2443. The motion prevailed.

Mr. Merriam moved that the name of Mr. Dahl be added as a co-author to S.F. No. 2444. The motion prevailed.

Mr. Lessard moved that the name of Mr. Samuelson be added as a co-author to S.F. No. 2454. The motion prevailed.

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

Senate Resolution No. 119: A Senate resolution commending Gordon Rosenmeier for his outstanding service to the State of Minnesota as a member of the State Senate.

Referred to the Committee on Rules and Administration.

Mr. Metzen introduced —

Senate Resolution No. 120: A Senate resolution congratulating the Simley High School Spartans Wrestling Team for winning the 1988 State High School Class AA Wrestling Tournament Championship.

Referred to the Committee on Rules and Administration.

Mr. Purfeerst introduced—

Senate Resolution No. 121: A Senate resolution observing Deaf Heritage Week and the 125th Anniversary of the Minnesota State Academy for the Deaf.

Referred to the Committee on Rules and Administration.

Messrs. Freeman, Schmitz, Larson, Decker and Ms. Reichgott introduced—

Senate Concurrent Resolution No. 23: A Senate concurrent resolution deploring acts of violence, threats of violence, and other criminal acts against reproductive health care facilities, and exhorting law enforcement agencies to investigate such acts and apprehend and prosecute those responsible for their perpetration.

Mr. Moe, R.D. moved that Senate Concurrent Resolution No. 23 be laid on the table. The motion prevailed.

Mr. Cohen moved that Senate Concurrent Resolution No. 21 be taken from the table. The motion prevailed.

Senate Concurrent Resolution No. 21: A Senate concurrent resolution proclaiming Sunday, May 15, as Ethnic American Day in Minnesota.

WHEREAS, the population of Minnesota is a diverse collection that includes the Native Americans who were this land's first inhabitants as well as people who have come here from all parts of the globe; and

WHEREAS, Minnesotans, whatever their origins, have contributed their cultures, traditions, and values to their fellow citizens and have, in turn, benefited from the contributions of others; and

WHEREAS, at the same time that we recognize our diversity, we also share a love of our common humanity and a sense of gratitude for our opportunity to enrich one another with, on the one hand, our uniqueness and, on the other, our basic similarity; and

WHEREAS, together with all Americans, we stand as living examples to the world of the ideal expressed by our founders in the motto "E Pluribus Unum," or "One From Many"; and

WHEREAS, from time to time, we need to reaffirm our dedication to that ideal and to remind ourselves that, while each of us is different, we are all members of the family of humankind; and

WHEREAS, the observance of Ethnic American Day will provide an appropriate occasion for such a reaffirmation and reminder; and

WHEREAS, Agnea Antoniades of St. Paul organized the first observance of Ethnic American Day in 1986; NOW, THEREFORE,

BE IT RESOLVED by the Senate of the State of Minnesota, the House of Representatives concurring, that:

(1) Sunday, May 15, is proclaimed to be Ethnic American Day.

(2) The Senate and the House of Representatives of the State of Minnesota extend their congratulations to Agnea Antoniades for her successful efforts to make this observance possible for her fellow Minnesotans.

BE IT FURTHER RESOLVED that the Secretary of the Senate is directed

to prepare an enrolled copy of this resolution, to be authenticated by his signature and those of the Chairman of the Rules and Administration Committee of the Senate, the Chief Clerk of the House, and the Speaker of the House, and present it to Agnea Antoniadēs.

Mr. Cohen moved the adoption of the foregoing resolution. The motion prevailed. So the resolution was adopted.

Mr. Benson, for Mrs. Brataas, moved that S.F. No. 2391 be withdrawn from the Committee on Environment and Natural Resources and returned to its author. The motion prevailed.

### CONSENT CALENDAR

S.F. No. 1958: A bill for an act relating to employment; requiring rest breaks during the work day; amending Minnesota Statutes 1986, section 177.32, subdivision 1; proposing coding for new law in Minnesota Statutes, chapter 177.

Was read the third time and placed on its final passage.

The question was taken on the passage of the bill.

The roll was called, and there were yeas 62 and nays 0, as follows:

Those who voted in the affirmative were:

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

So the bill passed and its title was agreed to.

### INTRODUCTION AND FIRST READING OF SENATE BILLS

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

Messrs. Samuelson, Solon, Wegscheid, Frederick and Anderson introduced—

S.F. No. 2476: A bill for an act relating to insurance; requiring the department of health to prepare social, financial, and competitive impact reports for bills or amendments that mandate health insurance coverage.

Referred to the Committee on Commerce.

Mr. Benson introduced—

S.F. No. 2477: A bill for an act relating to human services; limiting certain sliding fee child care services to 12 months; establishing a loan program for child care services; appropriating money; amending Minnesota Statutes 1986, section 268.91, subdivision 10, and by adding a subdivision;

Minnesota Statutes 1987 Supplement, section 268.91, subdivisions 3, 8, 11, and 12.

Referred to the Committee on Health and Human Services.

Mr. Solon introduced—

S.F. No. 2478: A bill for an act relating to commerce; requiring the health department to analyze the financial and competitive impacts of legislation involving health insurance mandates; requiring a report; proposing coding for new law in Minnesota Statutes, chapter 144.

Referred to the Committee on Commerce.

Mr. Knaak introduced—

S.F. No. 2479: A bill for an act relating to taxation; individual income; exempting certain scholarship income from taxation; amending Minnesota Statutes 1987 Supplement, section 290.01, subdivision 19b.

Referred to the Committee on Taxes and Tax Laws.

Messrs. Frank, Kroening, Laidig, Ms. Peterson, D.C. and Mr. Novak introduced—

S.F. No. 2480: A bill for an act relating to taxation; income; providing a pension exclusion; repealing the credit for elderly and disabled persons; amending Minnesota Statutes 1987 Supplement, section 290.01, subdivision 19b; proposing coding for new law in Minnesota Statutes, chapter 290; repealing Minnesota Statutes 1987 Supplement, section 290.06, subdivision 20.

Referred to the Committee on Taxes and Tax Laws.

Mr. DeCramer introduced—

S.F. No. 2481: A bill for an act relating to natural resources; providing water planning assistance by the state planning agency; appropriating money to the board of water and soil resources to implement water planning duties; amending Minnesota Statutes 1986, section 110B.10, by adding a subdivision.

Referred to the Committee on Environment and Natural Resources.

Mr. Wegscheid introduced—

S.F. No. 2482: A bill for an act relating to education; regulating the state high school league; specifying certain appointments to its governing board; amending Minnesota Statutes 1986, section 129.121, subdivision 2, and by adding subdivisions; and Minnesota Statutes 1987 Supplement, section 129.121, subdivision 1; proposing coding for new law in Minnesota Statutes, chapter 129.

Referred to the Committee on Education.

Mr. Johnson, D.E. introduced—

S.F. No. 2483: A bill for an act relating to state parks; appropriating money for the acquisition of land in Sibley state park.

Referred to the Committee on Finance.

Messrs. Cohen; Dahl; Vickerman; Johnson, D.E. and Wegscheid introduced—

S.F. No. 2484: A bill for an act relating to education; placing conditions on University of Minnesota appropriations; requesting a study by the legislative auditor.

Referred to the Committee on Education.

Mr. Kroening introduced—

S.F. No. 2485: A bill for an act relating to capital improvements; providing funds for development of the great river road; authorizing sale of state bonds; appropriating money.

Referred to the Committee on Finance.

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

S.F. No. 2486: A resolution memorializing the Congress of the United States to ratify the Genocide Treaty.

Referred to the Committee on Judiciary.

Mr. Diessner introduced—

S.F. No. 2487: A bill for an act relating to health; including dentists as persons permitted to order therapy treatment; amending Minnesota Statutes 1986, sections 148.75; and 148.76, subdivision 2.

Referred to the Committee on Health and Human Services.

Mr. Dicklich introduced—

S.F. No. 2488: A bill for an act relating to city of Buhl; providing for lease agreement with department of natural resources.

Referred to the Committee on Environment and Natural Resources.

Messrs. Metzen; Solon; Moe, R.D. and Benson introduced—

S.F. No. 2489: A bill for an act relating to consumer protection; regulating the provision of real estate closing services; amending Minnesota Statutes 1986, sections 82.17, by adding a subdivision; 82.19, subdivisions 1, 2, and 4; 82.20, subdivisions 1, 2, and 3; 82.22, subdivisions 1, 5, 10, 11, and 13; 82.23, subdivision 2; 82.27, subdivision 2; and 481.02, subdivision 3, and by adding subdivisions; Minnesota Statutes 1987 Supplement, section 82.21, subdivision 1; proposing coding for new law in Minnesota Statutes, chapter 507.

Referred to the Committee on Commerce.

Mrs. McQuaid and Mr. Decker introduced—

S.F. No. 2490: A bill for an act relating to education; requiring the state board of education to recommend a definition of the secondary education foundation program to which every Minnesota secondary student will have access; requiring the state board of education to solicit public participation; appropriating money; proposing coding for new law in Minnesota Statutes, chapter 124A.

Referred to the Committee on Education.

Messrs. Luther, Schmitz and Wegscheid introduced—

S.F. No. 2491: A bill for an act relating to metropolitan government; establishing various requirements on agency organization, work programs, budgets, and reports; amending Minnesota Statutes 1986, sections 473.13, subdivision 1; 473.146, subdivision 3; 473.173, subdivision 6; 473.245; and 473.375, subdivision 16; Minnesota Statutes 1987 Supplement, section 473.1623, subdivisions 4 and 6.

Referred to the Committee on Local and Urban Government.

Mrs. McQuaid and Mr. Decker introduced—

S.F. No. 2492: A bill for an act relating to taxation; sales; exempting nonprescription drugs and health products; amending Minnesota Statutes 1987 Supplement, section 297A.25, subdivision 3.

Referred to the Committee on Taxes and Tax Laws.

Mr. Luther introduced—

S.F. No. 2493: A bill for an act relating to corporations; regulating compensation agreements of publicly held corporations; authorizing the establishment of special corporate litigation committees; prohibiting the issuance and exercise of certain corporate securities and warrants; extending the application of the control share acquisition and business combination provisions of state law; modifying the definition of an interested shareholder; modifying the business combinations provisions of state law; amending Minnesota Statutes 1986, sections 302A.243; and 302A.401, subdivision 2, and by adding a subdivision; Minnesota Statutes 1987 Supplement, sections 302A.011, subdivision 49; 302A.255, subdivision 3; 302A.671, subdivision 1; and 302A.673.

Referred to the Committee on Judiciary.

Mr. Wegscheid introduced—

S.F. No. 2494: A bill for an act relating to state government; transferring administration and financing of the district court to the state; proposing coding for new law in Minnesota Statutes, chapter 485.

Referred to the Committee on Finance.

Messrs. Berg; Langseth; Morse; Frederickson, D.R. and Gustafson introduced—

S.F. No. 2495: A bill for an act relating to workers' compensation; regulating workers' compensation benefits and administration; regulating workers' compensation insurance; requiring certain reports relating to workers' compensation; amending Minnesota Statutes 1986, sections 79.251, subdivisions 2, 3, 4, and 5; 79.252, subdivision 1; 79.37; 79.56, by adding a subdivision; 176.011, subdivision 18, and by adding a subdivision; 176.021, subdivision 3; 176.061, subdivision 10; 176.101, subdivisions 1, 2, 4, 5, 6, and by adding a subdivision; 176.102, subdivisions 1, 7, 9, and 11; 176.105, subdivision 1; 176.111, subdivisions 6, 7, 8, 12, 14, and 20; 176.131, subdivisions 1a, 2, 3, 4, 5, and by adding a subdivision; 176.132,



subdivisions 1 and 2; 176.645, subdivision 2; 176.66, subdivision 11; Minnesota Statutes 1987 Supplement, sections 176.102, subdivisions 3, 3a, and 4; 176.111, subdivisions 15 and 21; 176.131, subdivisions 1 and 8; proposing coding for new law in Minnesota Statutes, chapter 176; repealing Minnesota Statutes 1986, sections 176.011, subdivision 26; and 176.101, subdivisions 3a to 3u.

Referred to the Committee on Employment.

### ADJOURNMENT

Mr. Moe, R.D. moved that the Senate do now adjourn until 2:00 p.m., Monday, March 14, 1988. The motion prevailed.

Patrick E. Flahaven, Secretary of the Senate