

machinery furnished remains unpaid will be sufficient to sustain a finding that the proceeds of such payment were used for a purpose other than the payment for labor, skill, material, and machinery for such improvement, knowing that the costs of labor performed, or skill, material, or machinery furnished remains unpaid, unless the person;

(1) Establishes that all proceeds received from the person making such payment have been applied to the cost of labor, skill, material, or machinery furnished for the improvement; or

(2) Within fifteen days after receiving notice shall give a bond or make a deposit with the clerk of district court, in an amount and form approved by a judge of district court, to hold harmless the owner or person having the improvement made from any claim for payment of anyone furnishing labor, skill, material, or machinery for such improvement.

Approved June 7, 1971.

CHAPTER 915—H.F.No.1937

[Not Coded]

An act relating to public transportation; appropriating money for the development and planning of a demonstration project for an advanced form of public transportation.

Be it enacted by the Legislature of the State of Minnesota:

Section 1. **PUBLIC TRANSPORTATION; DEMONSTRATION PROJECT; APPROPRIATION.** The center for urban and regional affairs at the university of Minnesota is authorized to develop a proposal to the Department of Transportation, The National Science Foundation, or any other appropriate federal agency for demonstrating an advanced form of public transportation in Minnesota. The proposal shall be developed in cooperation with the metropolitan transit commission and shall be reviewed and approved by the metropolitan transit commission and the metropolitan council before submission to any agency, public or private. The center may contract for necessary services with public and private agencies and corporations.

Sec. 2. **APPROPRIATION.** There is appropriated to the center for urban and regional affairs at the university of Minnesota from

Changes or additions indicated by underline, deletions by ~~strikeout~~.

the general fund in the state treasury the sum of \$50,000 for the purposes of this act.

Approved June 7, 1971.

CHAPTER 916—H.F.No.2035

[Coded]

An act relating to public water and sewer improvements; establishing powers of county boards and district courts; providing for proceedings, assessment procedures, bond issues, a water and sewer commission, and tax exemptions.

Be it enacted by the Legislature of the State of Minnesota:

Section 1. [116A.01] COUNTIES AND JUDICIAL DISTRICTS; PUBLIC WATER AND SEWER SYSTEMS; POWERS OF COUNTY BOARDS AND OF DISTRICT COURTS. Subdivision

1. **GENERALLY.** The county boards of the several counties except Mower county and, except counties in the seven county metropolitan area, and the district courts are authorized to make, with respect to any area of the county or judicial district not organized into cities or villages, all necessary orders for, and cause to be constructed and maintained, public water or sewer systems or combined water and sewer systems to serve such area, including outlets, treatment plants, pumps, lift stations, service connections, mains, valves, hydrants, wells, reservoirs, tanks, and other appurtenances of public water or sewer systems.

Subd. 2. **ESTABLISHMENT OF SYSTEM.** Upon receipt of a petition for the establishment of a water or sewer system or combined water and sewer system within any area of the county not organized into cities or villages, and after determining the sufficiency of the petition as provided in section 2 and making such investigations and surveys as it considers necessary to ascertain whether it should be granted, the court or board may by resolution provide for the establishment of such a system; cause plans and specifications to be prepared for water system facilities adequate to obtain, store, treat, and distribute water for domestic, commercial, and industrial use therein, or sewer system facilities adequate to collect, treat, and dispose of sewage and waste in a sanitary manner, or both such types of facilities; contract for the construction of such facilities; acquire land and easements for the purpose by purchase, gift, condemnation, or other lawful means; establish, collect, and revise charges for the

Changes or additions indicated by underline, deletions by ~~strikeout~~.