

CHAPTER 390—H.F.No.2166

[Not Coded]

An act relating to Anoka county; authorizing issuance of bonds for county park acquisition and development.

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

Section 1. **ANOKA COUNTY; COUNTY PARK; BOND ISSUE.** In addition to any other authority granted by law the Anoka county board of commissioners is authorized to issue and sell its general obligation bonds in an amount not exceeding \$3,000,000 for the purpose of acquiring and developing county parks. The amount of bonds so issued and outstanding at any one time shall be limited to an amount upon which the principal and interest due and payable in any one calendar year shall not exceed one-sixth of the amount authorized to be levied by the county for park purposes pursuant to Laws 1969, Chapter 813. The computation of this limitation shall be based on the amount which would be raised on the valuation applicable for taxes to be levied in the year such bonds are issued. A tax levied in any year to pay principal and interest on bonds issued pursuant to this act is deemed a reduction in the total levy authorized for that year by Laws 1969, Chapter 813.

Sec. 2. Bonds issued pursuant to this act shall be issued and sold in the manner provided by Chapter 475, except that approval by a majority of the electors voting at an election on the question is not required. The county shall levy a tax, without limit as to rate or amount, sufficient to pay the principal and interest on the bonds as they become due.

Sec. 3. This act shall take effect upon its approval by the Anoka county board and upon compliance with Minnesota Statutes, Section 645.021.

Approved May 19, 1973.

CHAPTER 391—H.F.No.2072

An act relating to insurance; reinsurance by life insurance companies of aircraft risks; amending Minnesota Statutes 1971, Section 60A.09, Subdivision 5.

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

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

Section 1. Minnesota Statutes 1971, Section 60A.09, Subdivision 5, is amended to read:

Subd. 5. **INSURANCE, LIFE; REINSURANCE OF AIRCRAFT RISKS. (1) DEFINITIONS.** For the purposes of this subdivision, the word "insurer" shall be deemed to include the word "reinsurer," and the words "issue policies of insurance" shall be deemed to include the words "make contracts of reinsurance."

(2) **CONDITIONS AND REQUIREMENTS.** Every insurer authorized to issue policies in this state may reinsure in any other insurer any part or all of any risk or risks assumed by it; but such reinsurance, unless effected (1) with an insurer authorized to issue policies in this state, or (2) with an insurer similarly authorized in another state, territory, or district of the United States, and showing the same standards of solvency and meeting the same statutory and departmental regulations which would be required of or prescribed for such insurer were it at the time of such reinsurance authorized in this state to issue policies covering risks of the same kind or kinds as those reinsured, shall not reduce the reserve or other liability to be charged to the ceding insurer; provided, that nothing in this subdivision shall be construed to permit to a ceding insurer any reduction of reserve or liability through reinsurance effected with an unauthorized insurer. In case such reinsurance effected with an insurer so authorized or so recognized for reinsurance in this state, the ceding insurer shall thereafter be charged on the gross premium basis with an unearned premium liability representing the proportion of such obligation retained by it, and the insurer to which the business is ceded shall be charged with an unearned premium liability representing the proportion of such obligation ceded to it, calculated in the same way. The two parties to the transaction shall together carry the same reserve as the ceding insurer would have carried had it retained the risk.

(3) **REINSURANCE OF MORE THAN 75 PERCENT OF INSURANCE LIABILITIES.** Any contract of reinsurance whereby an insurer cedes more than 75 percent of the total of its outstanding insurance liabilities shall, if such insurer is incorporated by or, if an insurer of a foreign country, has its principal office in this state, be subject to the approval, in writing, by the commissioner.

(4) **ACTUAL UNEARNED PREMIUM RESERVE TO BE CARRIED AS LIABILITY.** Nothing in this subdivision shall be deemed to permit the ceding insurer to receive, through the cession of the whole of any risk or risks, any advantage in respect to its unearned premium reserve that would reduce the same below the actual amount thereof.

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(5) **AIRCRAFT RISKS.** An insurer authorized to transact the business specified in section 60A.06, subdivision 1, clauses (4) and (5)(a), may through reinsurance assume any risk arising from, related to, or incident to the manufacture, ownership, or operation of aircraft and may retrocede any portion thereof; provided, however, that no insurer may undertake any such reinsurance business without the prior approval of the commissioner and such reinsurance business shall be subject to any regulations which may be promulgated by the commissioner. Any such reinsurance business may be provided through pooling arrangements with other insurers for purposes of spreading the insurance risk.

Sec. 2. **EFFECTIVE DATE.** This act is effective on January 1, 1974.

Approved May 19, 1973.

CHAPTER 392—H.F.No.1903

[Not Coded]

An act authorizing the commissioner of administration to convey the water system at the Brainerd state hospital to the city of Brainerd, Crow Wing county, Minnesota.

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

Section 1. CONVEYANCE OF STATE LANDS; CITY OF BRAINERD; SALE OF STATE PROPERTY; BRAINERD STATE HOSPITAL SEWER AND WATER SYSTEM. Notwithstanding any law to the contrary, the commissioner of administration is authorized to convey, by proper instrument and in a form approved by the attorney general, to the city of Brainerd, Crow Wing county, Minnesota, in the name of and on behalf of the state of Minnesota, the sewer and water system at the Brainerd state hospital, city of Brainerd, Crow Wing county, Minnesota. Said conveyance shall include the 14 in. water main elevated storage tank and water booster pump station, eight sanitary sewer force-mains, sanitary sewage pumping station located on the Brainerd state hospital property, and extending to the city owned water mains and sanitary sewer lines.

Sec. 2. The consideration to be paid by the city of Brainerd to the state for the conveyance provided for herein shall be determined by the commissioner of administration based upon the

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