section 645.021, subdivision 3, by the governing body of the city of Grand Rapids.

Approved March 19, 1986

CHAPTER 348—H.F.No. 2418

An act relating to Washington county; permitting the county to finance water systems on behalf of cities and towns in the county by the issuance of county general obligation bonds.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. COUNTY WATER SYSTEMS.

<u>Washington county may under joint powers agreements with cities and</u> <u>towns acquire, construct, install, and improve water facilities on behalf of cities</u> <u>and towns in the county.</u> The county may enter into agreements with cities and <u>towns relating to payment of the costs of facilities by the cities and towns and</u> <u>the administration of federal or state grant or loan funds received in connection</u> <u>with facilities.</u> The agreements shall be made under Minnesota Statutes, section 471.59.

Sec. 2. BONDS.

The county board may at any time issue bonds of the county in the amount necessary to defray, in whole or part, the costs of establishing, acquiring, constructing, installing, and improving water systems or parts of systems in the county and all reasonable necessary incidental costs, incurred and to be incurred including, without limitation, the costs of professional planning studies, engineering, legal, financial advisory, and other professional services, printing and publication, and interest to accrue on the bonds before receipt of funds pledged to their payment, whether incurred by the county or the affected cities and towns. In connection with the issue, the county may exercise all powers granted to cities or towns under Minnesota Statutes, sections 115.46 and 444.075 and chapter 475.

It may also issue bonds to refun 1 outstanding bonds issued pursuant to this section in accordance with chapter 475.

Except as otherwise provided in this act, bonds issued under this section shall be sold and issued in accordance with chapter 475, and may pledge the full faith, credit, and unlimited taxing powers of the county for the prompt payment of principal and interest. No election shall be required to authorize bonds to be issued under this section if the county board determines that payments to be made by cities and towns pursuant to contracts with the county, together with any special assessments, revenues, and funds from federal or state grants or loans to aid in payment of authorized costs of the systems, are estimated to be sufficient to pay the principal of and interest on the bonds when due.

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

The amount of bonds issued under this section shall not be included in computing any debt limitation applicable to the county, and any taxes levied to pay the principal and interest on the bonds shall not be subject to any levy limitation, or be included in computing or applying any levy limitation applicable to the county.

Sec. 3. EFFECTIVE DATE.

This act is effective the day after compliance by the governing body of Washington county with Minnesota Statutes, section 645.021, subdivision 3.

Approved March 19, 1986

CHAPTER 349—H.F.No. 651

An act relating to health; authorizing inclusion of physical fitness therapies in grant programs for the mentally ill; providing for study of the administration of mental health services; requiring a report to the legislature; amending Minnesota Statutes 1984, sections 245.73, by adding a subdivision; and 256E.12, subdivision 1.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. Minnesota Statutes 1984, section 245.73, is amended by adding a subdivision to read:

Subd. 2a. SPECIAL PROGRAMS. Grants received pursuant to this section may be used to fund innovative programs in residential facilities, related to structured physical fitness programs designed as part of a mental health treatment plan.

Sec. 2. Minnesota Statutes 1984, section 256E.12, subdivision 1, is amended to read:

256E.12 GRANTS FOR CHRONICALLY MENTALLY ILL PERSONS.

Subdivision 1. The commissioner shall establish an experimental statewide program to assist counties in providing services to chronically mentally ill persons. The commissioner shall make grants to counties to establish, operate, or contract with private providers to provide services designed to help chronically mentally ill persons remain and function in their own communities. <u>Grants</u> received pursuant to this section may be used to fund innovative community programs, relating to physical fitness programs designed as part of a mental health treatment plan.

Sec. 3. MENTAL HEALTH SERVICES STUDY.

The state planning agency shall study the need for a central point in state

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