The intent of section 1 is to clarify the intent of the legislature in enacting section 513.33.

Presented to the governor May 31, 1991

Signed by the governor June 4, 1991, 8:55 p.m.

## CHAPTER 330—S.F.No. 1316

An act relating to horse racing; authorizing the commission to adopt rules governing affirmative action plan goals and economic opportunity contract goals; amending Minnesota Statutes 1990, sections 240.06, subdivision 1; 240.07, subdivision 1; 240.19; and 240.23.

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

Section 1. Minnesota Statutes 1990, section 240.06, subdivision 1, is amended to read:

Subdivision 1. APPLICATION. The commission may issue one or more class A licenses, but not more than one to any one person. An application for a class A license must be on a form the commission prescribes and must be accompanied by detailed plans and specifications of the track, buildings, fences, and other improvements. The application must contain:

- (a) the name and address of the applicant and, if it is a corporation, the names of all officers, directors, and shareholders of the corporation and any of its holding corporations;
- (b) if required by the commission, the names of any person or persons holding directly, indirectly, or beneficially an interest of any kind in the applicant or any of its holding corporations, whether the interest is financial, administrative, policy making, or supervisory;
  - (c) a statement of the assets and liabilities of the applicant;
- (d) an affidavit executed by the applicant setting forth that no officer, director, or other person with a present or future direct or indirect financial or management interest in the racetrack, to the best of the applicant's knowledge:
- (1) is in default in the payment of an obligation or debt to the state under Laws 1983, chapter 214;
- (2) has ever been convicted of a felony in a state or federal court or has a state or federal felony charge pending;
  - (3) is or has been connected with or engaged in any illegal business;

- (4) has ever been found guilty of fraud or misrepresentation in connection with racing or breeding;
- (5) has ever been found guilty of a violation of a law or rule relating to horse racing, pari-mutuel betting or any other form of gambling which is a serious violation as defined by the commission's rules; or
- (6) has ever knowingly violated a rule or order of the commission or a law of Minnesota relating to racing;
- (e) an irrevocable consent statement, to be signed by the applicant, which states that suits and actions relating to the subject matter of the application or acts or omissions arising from it may be commenced against the applicant in any court of competent jurisdiction in this state by the service on the secretary of state of any summons, process, or pleadings authorized by the laws of this state. If any summons, process, or pleadings is served upon the secretary of state, it must be by duplicate copies. One copy must be retained in the office of the secretary of state and the other copy must be forwarded immediately by certified mail to the address of the applicant, as shown by the records of the commission; and
- (f) an affirmative action plan establishing goals and timetables consistent with the Minnesota human rights act, chapter 363, and in conformity with the goals established by the commission by rule.
- Sec. 2. Minnesota Statutes 1990, section 240.07, subdivision 1, is amended to read:

Subdivision 1. APPLICATION. The commission may issue one or more class B licenses for the sponsorship and management of horse racing at licensed racetracks. An application for a class B license must be on a form the commission prescribes, and must be accompanied by a bond in the principal amount of \$500,000 payable to the state of Minnesota conditioned on the licensee's payment of all fees, taxes, and other money due and payable under Laws 1983, chapter 214, including horse owner's purses and payouts on winning pari-mutuel tickets.

The application must contain:

- (a) the name and address of the applicant and, if it is a corporation or association, the names of all officers, directors, and shareholders, including those of any of its holding companies;
- (b) if required by the commission, the names of any person or persons holding, directly, indirectly, or beneficially, an interest of any kind in the applicant or any of its holding companies, whether the interest is financial, administrative, policy making, or supervisory;
  - (c) a statement of the assets and liabilities of the applicant;

- (d) an affidavit of the type described in section 240.06, subdivision 1, clause (d);
- (e) an irrevocable consent statement, to be signed by the applicant, which states that suits and actions relating to the subject matter of the application or acts or omissions arising from it may be commenced against the applicant in any court of competent jurisdiction in this state by the service on the secretary of state of any summons, process, or pleadings authorized by the laws of this state. If any summons, process, or pleadings is served upon the secretary of state, it must be by duplicate copies. One copy must be retained in the office of the secretary of state and the other copy must be forwarded immediately by certified mail to the address of the applicant, as shown by the records of the commission; and
- (f) an affirmative action plan establishing goals and timetables consistent with the Minnesota Human Rights Act, chapter 363, and in conformity with the goals established by the commission by rule.
  - Sec. 3. Minnesota Statutes 1990, section 240.19, is amended to read:

## 240.19 CONTRACTS.

The commission shall by rule require that all contracts entered into by a class A, class B, or class D licensee for the provision of goods or services, including concessions contracts, be subject to commission approval. The rules must require that the contract include an affirmative action plan establishing goals and timetables consistent with the Minnesota Human Rights Act, chapter 363. The rules may also establish goals to provide economic opportunity for disadvantaged and emerging small businesses, racial minorities, women, and disabled individuals. The commission may require a contract holder to submit to it documents and records the commission deems necessary to evaluate the contract.

Sec. 4. Minnesota Statutes 1990, section 240.23, is amended to read:

#### 240.23 RULEMAKING AUTHORITY.

The commission has the authority, in addition to all other rulemaking authority granted elsewhere in Laws 1983, chapter 214, to promulgate rules governing:

- (a) the conduct of horse races held at licensed racetracks in Minnesota, including but not limited to the rules of racing, standards of entry, operation of claiming races, filing and handling of objections, carrying of weights, and declaration of official results;
- (b) wire communications between the premises of a licensed racetrack and any place outside the premises;
- (c) information on horse races which is sold on the premises of a licensed racetrack;

- (d) liability insurance which it may require of all class A, class B, and class D licensees;
- (e) the auditing of the books and records of a licensee by an auditor employed or appointed by the commission;
- (f) emergency action plans maintained by licensed racetracks and their periodic review;
  - (g) safety, security, and sanitation of stabling facilities at licensed racetracks;
- (h) entry fees and other funds received by a licensee in the course of conducting racing which the commission determines must be placed in escrow accounts; and
- (i) affirmative action in employment and contracting by class A, class B, and class D licensees; and
- (i) any other aspect of horse racing or pari-mutuel betting which in its opinion affects the integrity of racing or the public health, welfare, or safety.

Rules of the commission are subject to chapter 14, the Administrative Procedure Act.

Presented to the governor May 31, 1991

Signed by the governor June 4, 1991, 8:56 p.m.

## CHAPTER 331—S.F.No. 707

An act relating to public safety; modifying exceptions to the requirement of inspection of boilers and pressure vessels; amending Minnesota Statutes 1990, sections 183.411, by adding a subdivision; and 183.56.

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

- Section 1. Minnesota Statutes 1990, section 183.411, is amended by adding a subdivision to read:
- <u>Subd. 1a.</u> WAIVER. A hobby boiler or show engine, not certified in Minnesota or any other jurisdiction, may be certified pursuant to the standards set out in subdivision 2.

The requirements of subdivision 2, paragraph (b), clause (1), for full radiographic examination of the long or longitudinal seam must be waived by the commissioner if:

(1) the other requirements of subdivision 2, paragraphs (b) and (c) are met; and