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**CHAPTER 352—S.F.No.3464**

*An act relating to natural resources; postponing promulgation and effective date of criteria relating to drainage systems; amending Minnesota Statutes, 1973 Supplement, Section 106.021, Subdivision 6.*

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

Section 1. Minnesota Statutes, 1973 Supplement, Section 106.021, Subdivision 6, is amended to read:

Subd. 6. **NATURAL RESOURCES; CRITERIA FOR PROPOSED DRAINAGE SYSTEMS.** Before January 1, ~~1974~~1975, the commissioner of natural resources shall promulgate, in the manner provided in chapter 15, a list of criteria that county boards or court must consider when establishing and improving drainage systems. No criteria relating to drainage systems, whether promulgated pursuant to this subdivision or pursuant to Laws 1973, Chapter 315, shall be effective prior to July 1, 1975. The criteria shall relate to the social, economic, and environmental impact of the proposed drainage system, and shall be limited to the following:

(a) An economic analysis of the private and public benefits and costs derived from the proposed project;

(b) An analysis of present and anticipated agricultural land acreage availability and use within the county;

(c) An analysis of flooding characteristics of project lands involved;

(d) An analysis of alternative measures for the conservation, allocation, and development of the drainage waters;

(e) An analysis of water quality effects as a result of the proposed project;

(f) An analysis of fish and wildlife resources affected by the proposed project;

(g) An analysis of shallow ground water availability, distribution, and use in the project area;

(h) An analysis of the overall environmental impact of all the criteria in items (a) to (g).

Sec. 2. This act is effective the day following its final enactment.

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

Approved March 28, 1974.

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**CHAPTER 353—S.F.No.1879**  
**[Coded]**

*An act relating to insurance; licensing and regulation of insurance premium finance companies; granting rule-making authority; and providing penalties.*

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

**Section 1. [59A.01] INSURANCE PREMIUM FINANCE COMPANY ACT; CITATION.** This act may be cited as "the insurance premium finance company act."

**Sec. 2. [59A.02] DEFINITION.** Subdivision 1. For the purposes of this act, the words, terms and phrases defined in this section have the meanings ascribed to them except where the context clearly indicates a different meaning.

Subd. 2. "Insurance premium finance agreement" means an agreement by which an insured or prospective insured promises to pay to a premium finance company or to its assignee the amount advanced or to be advanced under the agreement to an insurer or to an insurance agent or broker in payment of premiums on an insurance policy together with a service charge. Any agreement to finance premiums is a premium finance agreement if an insurance policy, other than a life or disability insurance policy, is made the security or collateral for the repayment of the debt incurred under the agreement. Provided, however, an agreement to finance premiums for insurance which is included in a retail installment transaction or purchased in connection with a real estate transaction, mortgage, deed of trust or other security agreement is not a premium finance agreement. Provided further, that an agreement by an insurance company to finance policies written by itself or by companies other than itself or its parent company, its subsidiaries or companies with which it shares a common parent company is not a premium finance agreement.

Subd. 3. "Licensee" means a person licensed by the commissioner to engage in the business of insurance premium financing.

Subd. 4. "Commissioner" means the commissioner of banks.

**Sec. 3. [59A.03] LICENSES.** Subdivision 1. No person other than a savings and loan association, bank, savings bank, trust company, small loan company, industrial loan and thrift company or credit union may engage in the business of entering into insurance premium finance agreements unless licensed to do so by the commissioner. A violation of this subdivision is a misdemeanor.

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