line of South Dellwood Street (formerly known as Superior Street), as described in Book 33 of Deeds, pages 389 and 390, on file in the office of the county recorder, Isanti county, Minnesota (as measured at right angles to said southerly projection of the center line of South Dellwood Street). Subject to easements, restrictions, and reservations of record, if any."

The property to be conveyed in this section is surplus property of the Cambridge Regional Human Services Center that is needed by the Memorial Hospital Association, Inc., to construct a limited care facility. The property is adjacent to Memorial Hospital and is required so that the limited care facility can utilize existing services of Memorial Hospital.

Sec. 2. EFFECTIVE DATE.

This act is effective the day following final enactment.

Approved March 30, 1988

CHAPTER 433—S.F.No. 1607

An act relating to the city of Minneapolis; providing for the appointment, compensation, and liability of certain city employees and contractors; amending Laws 1969, chapter 937, section 1, subdivision 9, as amended, and 9a; Laws 1980, chapter 607, article 15, section 21; and Laws 1987, chapter 55, section 2.

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

- Section 1. Laws 1969, chapter 937, section 1, subdivision 9, as added by Laws 1982, chapter 491, section 2, and amended by Laws 1983, chapter 220, section 1, and Laws 1986, chapter 473, section 16, is amended to read:
- Subd. 9. The city coordinator of the city of Minneapolis may appoint a person to the following positions to perform the duties and services he may direct:
 - (a) Purchasing agent;
 - (b) Management information services director;
 - (c) General manager of auditorium the convention center;
 - (d) Manager of operations, the convention center;
 - (e) Director of federal programs;
 - (e) (f) Legislative liaison;
 - (f) (g) Director of energy programs;

- (g) (h) Manager of licenses and consumer services;
- (h) (i) Manager, finance city council;
- (i) (j) Officer, cable communications;
- (k) Director of regulatory service;
- (1) Director of communications and information service;
- (m) Director of neighborhood services;
- (n) Assistant to coordinator;
- (o) Labor relations representative.
- Sec. 2. Laws 1969, chapter 937, section 1, subdivision 9a, as added by Laws 1986, chapter 473, section 17, is amended to read:
- Subd. 9a. The city council shall by ordinance indicate the manner in which the following positions are appointed:
 - (a) Director of federal employment and training;
 - (b) Director of inspections;
 - (c) Director of women/minorities business enterprise;
 - (d) Government relations representative;
 - (e) Risk manager;
 - (f) Deputy finance officer;
 - (g) Assistant budget director;
 - (h) Assistant manager of auditorium;
 - (i) Manager of sales and marketing at auditorium the convention center;
 - (i) (i) Director of community crime prevention;
 - (k) (j) Deputy purchasing director;
 - (h) (k) Urban corps, coordinator;
 - (m) (l) Assistant director of licenses;
 - (n) (m) Manager of employee benefits;
 - (e) (n) Director of Public Information;
 - (p) (o) Internal auditor;

- (q) (p) Director of labor relations;
- (r) (q) Director of affirmative action.

The appointing authority shall not terminate an incumbent holding a position listed under clause (b) for 270 days following the effective date of this act, except for misfeasance or malfeasance in office. For 270 days after the first 270 days, the appointing authority shall not terminate an incumbent holding a position listed under this subdivision, except for misfeasance or malfeasance in office, without vote of approval of a majority of the council.

- Sec. 3. Laws 1980, chapter 607, article 15, section 21, is amended to read:
- Sec. 21. RETIREMENT COVERAGE FOR MINNEAPOLIS CHIEF OF POLICE. Notwithstanding any provision of law to the contrary, the chief of the police department of the city of Minneapolis shall be excluded from either membership in the Minneapolis police relief association or the public employees police and fire fund, unless the person at the time of appointment is either a member of the Minneapolis police relief association or the public employees police and fire fund, whereupon the person may elect by irrevocable written application within 30 days of the person's appointment as chief of police to continue membership in the applicable pension fund. If the person is excluded from membership in the Minneapolis police relief association or the public employees police and fire fund by operation of this section, the city of Minneapolis may pay to the person compensation in addition to the salary allowed under any limitations imposed by law on the salaries of public employees, on the condition that the person agrees that all the additional compensation up to \$7,500 or any other maximum amount allowed for deferred compensation taxation by state and federal law shall be deposited by the city in a deferred compensation program. Compensation under this section in excess of the tax law limits for deferred compensation shall be paid as ordinary salary. The additional compensation shall be a dollar amount equal to the employer contribution to meet the normal cost obligation of the Minneapolis police relief association as specified in the most recent actuarial valuation of the relief association prepared and reported pursuant to Minnesota Statutes, Sections 69.77 and 356.215, applied to the salary payable to a first grade patrol officer.
 - Sec. 4. Laws 1987, chapter 55, section 2, is amended to read:
 - Sec. 2. LIABILITY.

The governing body of the city may defend, save harmless and indemnify any local chamber of commerce or nonprofit corporation and its <u>board members</u>, officers and employees that contracts with the city for the purposes stated in section 1, against any claim or demand arising out of the performance of those purposes. Liability of the chamber of commerce or nonprofit corporation, its officers and employees, for a tort claim or demand within the scope of performance of those purposes shall not exceed the limits of liability provided in Minnesota Statutes, sections 466.04 for a municipality.

Sec. 5. LOCAL APPROVAL.

This act takes effect the day after the governing body of the city of Minneapolis complies with Minnesota Statutes, section 645.021, subdivision 3. Section 3 is effective for calendar year 1987 and every year thereafter.

Approved March 30, 1988

CHAPTER 434—S.F.No. 1861

An act relating to health maintenance organizations; insurance; requiring replacement coverage in the event an HMO cancels coverage; increasing state comprehensive health plan liabilities in the event a member terminates coverage; allowing for mediation of disputes about health maintenance organization agreements; allowing interest on unpaid charges; increasing health maintenance organization notice requirements and annual reporting requirements; amending Minnesota Statutes 1986, sections 62D.07; 62D.08, subdivision 5; 62D.09; 62D.101; 62D.11; 62D.12, subdivision 2, and by adding a subdivision; 62D.17, subdivision 1; 62D.20; 62E.11, by adding subdivisions; 62E.14, subdivisions 1, 3, and by adding a subdivision; 62E.16; Minnesota Statutes 1987 Supplement, sections 62A.17, subdivision 6; and 62D.08, subdivision 3; proposing coding for new law in Minnesota Statutes, chapter 62D; repealing Laws 1984, chapter 464, sections 29 and 40.

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

Section 1. FINDINGS.

The legislature finds that access to continuous and uninterrupted health care coverage is necessary for citizens of Minnesota enrolled in health care plans. While Minnesota law requires conversion policies for members of group health plan contracts, no similar right is extended to holders of individual contracts.

The legislature finds it necessary for individual health care coverage policy-holders to immediately be afforded the same protections as group contract holders. The legislature further finds that a legal requirement is necessary to protect the access to health care coverage for the citizens of Minnesota who hold individual health care contracts. In view of continuing uncertainty in the market-place, the legislature finds it necessary to impose this legal requirement on all existing individual contracts the day after enactment, so that no other consumers face a threat to their health care coverage.

- Sec. 2. Minnesota Statutes 1987 Supplement, section 62A.17, subdivision 6, is amended to read:
- Subd. 6. CONVERSION TO INDIVIDUAL POLICY. A group insurance policy that provides posttermination or layoff coverage as required by this section shall also include a provision allowing a covered employee, surviving spouse,