tion board must be appointed so that an equal number will have terms expiring in three, five, and seven years. To the extent possible, the initial board must have the geographic balance required by section 2.

### Sec. 10. INITIAL TERMS.

Notwithstanding Minnesota Statutes, section 136E.01, the terms of the initial permanent student members of the board shall be as follows: the technical college student shall serve one year, the community college student shall serve one year, and the state university student shall serve two years.

### Sec. 11. REVISOR INSTRUCTION.

In the 1996 edition of Minnesota Statutes, the revisor shall renumber section 136C.06 as 136E.60.

# Sec. 12. EFFECTIVE DATE.

Sections 1 to 3, 7, 8, 10 and 11 are effective July 1, 1995.

Presented to the governor May 2, 1994

Signed by the governor May 5, 1994, 5:52 p.m.

#### CHAPTER 533—H.F.No. 3136

An act relating to attorneys-at-law, prohibiting fees for public bond counsel from being based primarily on the amount of bonds sold; proposing coding for new law in Minnesota Statutes, chapter 481.

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

### Section 1. [481.21] BOND COUNSEL FEES.

An attorney-at-law performing services as bond counsel for the state, a state agency, or a political subdivision of the state shall be paid a fair and reasonable attorney's fee, based on the following factors:

- (1) the time and labor required;
- (2) the experience and knowledge of the attorney;
- (3) the complexity and novelty of problems involved;
- (4) the extent of the responsibilities assumed and the results obtained; and
- (5) the sufficiency of assets properly available to pay for the services.

The fee must not be based primarily on a percentage of the amount of the bonds or obligations sold.

New language is indicated by underline, déletions by strikeout.

Sec. 2. STUDY; REPORT.

The state auditor shall conduct a two-year study of the effect of section 1, including an evaluation of the costs and quality of services provided. The study shall include calendar years 1995 and 1996 and compare the results to calendar years 1992 and 1993. The state auditor shall report the results of the study to the legislature by November 1, 1997.

Presented to the governor April 26, 1994

Signed by the governor April 28, 1994, 2:29 p.m.

### CHAPTER 534—H.F.No. 2143

An act relating to telecommunications; regulating competitive telephone services and incentive plans; extending expiration dates and making technical changes for certain regulatory provisions; amending Minnesota Statutes 1992, sections 237.161, by adding a subdivision; 237.57, subdivision 4; 237.58, subdivision 1; 237.59, subdivisions 1, 2, 3, 5, and by adding a subdivision; 237.60, subdivision 2; 237.62, subdivision 1; 237.625, subdivision 1; and 325E.26, by adding a subdivision; proposing coding for new law in Minnesota Statutes, chapter 237; repealing Minnesota Rules, parts 7815.0700; 7815.0800; 7815.0900; 7815.1000; 7815.1100; 7815.1200; 7815.1300; 7815.1400; and 7815.1500; Laws 1987, chapter 340, section 26; Laws 1989, chapter 74, sections 25 and 27; Laws 1990, chapter 513, section 3; and Laws 1993, chapter 41, section 1.

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

#### ARTICLE 1

Section 1. Minnesota Statutes 1992, section 237.161, is amended by adding a subdivision to read:

Subd. 6. EXPIRATION. This section expires June 1, 1996, or upon the issuance under this subdivision of a final order of the commission to govern extended area service, whichever occurs earlier.

Prior to June 1, 1996, the commission shall complete a proceeding or series of proceedings to investigate issues related to extended area telephone service and shall issue a final order to establish, at a minimum, an orderly and equitable process and standards for determining the configurations of and cost allocations for extended area service in the state. The commission shall provide notice of the proceedings required under this subdivision in the same manner as for rule-making and shall ensure public participation in the proceedings as for rate changes under section 237.075. The commission may not accept a new petition

New language is indicated by underline, deletions by strikeout.