

(b) Family Homeless Prevention  
and Assistance Program

\$300,000 in 1999 is for the family homeless prevention and assistance program under Minnesota Statutes, section 462A.204 and is added to the appropriation for this program in Laws 1997, chapter 200, article 1, section 6.

Presented to the governor April 22, 1998

Signed by the governor April 22, 1998, 9:58 p.m.

**CHAPTER 2—S.F.No. 1**

*An act relating to civil actions; clarifying the effect of the economic loss statute on actions based upon fraud or intentional misrepresentation; amending Minnesota Statutes 1996, section 604.10.*

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

Section 1. Minnesota Statutes 1996, section 604.10, is amended to read:

**604.10 ECONOMIC LOSS ARISING FROM THE SALE OF GOODS.**

(a) Economic loss that arises from a sale of goods that is due to damage to tangible property other than the goods sold may be recovered in tort as well as in contract, but economic loss that arises from a sale of goods between parties who are each merchants in goods of the kind is not recoverable in tort.

(b) Economic loss that arises from a sale of goods, between merchants, that is not due to damage to tangible property other than the goods sold may not be recovered in tort.

(c) The economic loss recoverable in tort under this section does not include economic loss due to damage to the goods themselves.

(d) The economic loss recoverable in tort under this section does not include economic loss incurred by a manufacturer of goods arising from damage to the manufactured goods and caused by a component of the goods.

(e) This section shall not be interpreted to bar tort causes of action based upon fraud or fraudulent or intentional misrepresentation or limit remedies for those actions.

**Sec. 2. LEGISLATIVE INTENT.**

The amendment in section 1 is intended to clarify, rather than to change, the original intent of Minnesota Statutes, section 604.10.

**Sec. 3. REVISOR'S INSTRUCTION.**

In the next and subsequent editions of Minnesota Statutes, the revisor shall insert an annotation to Minnesota Statutes, section 336.2-721, alerting the reader to Minnesota Statutes, section 604.10, and the interrelationship of the two sections.

New language is indicated by underline, deletions by ~~strikeout~~.

**Sec. 4. EFFECTIVE DATE.**

This act is effective the day following final enactment and applies to actions pending on or commenced on or after that date.

Presented to the governor April 22, 1998

Signed by the governor April 22, 1998, 9:59 p.m.

**CHAPTER 3—S.F.No. 8**

*An act relating to legislative enactments; correcting miscellaneous noncontroversial oversights, inconsistencies, ambiguities, unintended results, and technical errors; amending 1998 H.F. No. 2874, article 1, sections 44, subdivision 2; and 52; article 4, section 16; and article 5, section 54, subdivisions 4 and 6; 1998 H.F. No. 3840, article 8, section 48; article 12, sections 7, subdivision 2; and 9, subdivision 4; article 15, section 22; 1998 H.F. No. 3843, sections 2, subdivision 8; 5, subdivision 3; 7, subdivisions 9 and 33, 15, subdivision 5; 23, subdivision 4; and 25, subdivision 9; 1998 S.F. No. 2407, section 31; 1998 S.F. No. 3346, article 1, section 2, subdivision 3; article 3, section 23; and article 6, section 119; Minnesota Statutes 1996, sections 124A.22, subdivision 14, as amended; and 124A.29, subdivision 1, as amended; Minnesota Statutes 1997 Supplement, sections 124A.28, subdivision 1a, as amended; 297A.25, subdivision 11, as amended; and 626.556, subdivision 10f, as amended.*

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

Section 1. **CORRECTION 101.** 1998 H.F. No. 3840, article 15, section 22, if enacted, is amended to read:

**Sec. 22. PROPERTY EXEMPT FROM TAXATION.**

Any properties, real or personal, owned, leased, controlled, used, or occupied by the sanitary sewer board for any purpose under this article are declared to be acquired, owned, leased, controlled, used, and occupied for public, governmental, and municipal purposes, and are exempt from taxation by the state or any political subdivision of the state, provided that such properties are subject to special assessments levied by a political subdivision for a local improvement in amounts proportionate to and not exceeding the special benefit received by the properties from such improvement. No possible use of any such properties in any manner different from their use as part of the disposal system at the time shall be considered in determining the special benefit received by such properties. All such assessments shall be subject to final approval by the board, whose determination of the benefits shall be conclusive upon the political subdivision levying the assessment. ~~All bonds, certificates of indebtedness, or other obligations of the board, and the interest thereon, are exempt from taxation by the state or any political subdivision of the state.~~

Sec. 2. **CORRECTION 101A.** Minnesota Statutes 1997 Supplement, section 297A.25, subdivision 11, as amended by 1998 H.F. No. 3840, article 8, section 10, if enacted, is amended to read:

Subd. 11. **SALES TO GOVERNMENT.** The gross receipts from all sales, including sales in which title is retained by a seller or a vendor or is assigned to a third party

New language is indicated by underline, deletions by ~~strikeout~~.