by the municipality. In lieu of such acquisition, the municipality may move and relocate such property to another public airport. The manner of acquisition of such property shall be in accordance with subdivision 2 of this section. The municipality may expend its funds to pay for the costs of such acquisition, moving and relocation. The commissioner may pay a portion of such acquisition, moving and relocation costs in accordance with the provisions of section 360.305, subdivision 4, clause (2).

Sec. 3. Minnesota Statutes 1976, Section 360.305, Subdivision 3, is amended to read:

Subd. 3. (1) Key system airports are those used or intended to be used by aircraft of all sizes up to and including large multi-engine and jet aircraft, not exceeding 40.

(2) Intermediate system airports shall be those used or intended for use by single engine or light to medium multi-engine aircraft and shall include vertical takeoff and landing areas and short takeoff and landing areas not exceeding $79 \ 90$.

(3) The landing strip system shall consist of those small airports which may be unattended, sod or hard surfaced and which are used or intended for use by single or multi-engine light aircraft, and not exceeding 85 <u>65</u>.

(4) The commissioner may amend such order from time to time to expand or modify the airport system to serve best the interest of the state, subject to the approval of the governor.

Sec. 4. **REVISOR'S INSTRUCTION.** The revisor of statutes is directed to change all references to the "secondary system of airports" to the "intermediate system of airports" in the next and all subsequent editions of the Minnesota Statutes.

Sec. 5. EFFECTIVE DATE. This act is effective the day following its final enactment.

Approved March 28, 1978.

CHAPTER 661-H.F.No.2139

[Coded in Part]

An act relating to emergency services; authorizing the division of emergency services to enter into an agreement with the federal disaster assistance administration for the maintenance of the Minnesota natural disaster assistance plan; appropriating money.

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

Section 1. [12.221] MINNESOTA NATURAL DISASTER ASSISTANCE. Subdivision 1. The division of emergency services is authorized to enter into an agreement with the federal disaster assistance administration for the maintenance of the Minnesota

Changes or additions indicated by underline deletions by strikeout

natural disaster assistance plan and for administration of federal disaster assistance programs as provided for under provisions of federal law and regulation.

Subd. 2. Under the agreement the federal disaster assistance administration will provide \$25,000 in federal funds annually toward the cost incurred by implementation of the natural disaster assistance program. The division of emergency services shall provide two planners and the necessary equipment and facilities for project operations.

Sec. 2. APPROPRIATIONS. The sum of \$37,000 is appropriated from the general fund to the department of public safety for the period ending June 30, 1979. The approved complement of the division of emergency services includes two planners for the program authorized by this act. This appropriation is contingent upon receiving \$25,000 in federal funds for purposes of this act.

Sec. 3. This act is effective July 1, 1978.

Approved March 28, 1978.

CHAPTER 662-H.F.No.2146

[Coded in Part]

An act relating to insurance; regulating minimum nonforfeiture benefits and reserves of insurance policies and annuity contracts; amending Minnesota Statutes 1976, Sections 61A.08; 61A.21; 61A.24, Subdivisions 1, 9 and 11; 61A.25, Subdivisions 3, 3a, 4, 5, 6, 7, and by adding a subdivision; and Chapter 61A, by adding a section.

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

Section 1. Minnesota Statutes 1976, Section 61A.08, is amended to read:

61A.08 EXCEPTIONS. Sections 61A.02, 61A.03, 61A.07, 61A.23, and 61A.25 shall not, except as expressly provided in this chapter, apply to annuities, industrial or group term policies, or to corporations or associations operating on the assessment or fraternal plan, and in every case where a contract provides for both insurance and annuities, sections 61A.02, 61A.03 and 61A.07 shall apply only to that part of the contract which provides for insurance, but every contract issued prior to the operative date specified in section 6 containing a provision for a deferred annuity on the life of the insured only, unless paid for by a single premium, shall provide that, in event of the non-payment of any premium after three full years' premium shall have been paid, the annuity shall automatically become converted into a paid-up annuity for that proportion of the original annuity as the number of completed years' premiums paid bears to the total number of premiums required under the contract.

Sec. 2. Minnesota Statutes 1976, Section 61A.21, is amended to read:

61A.21 APPLICATION OF OTHER LAWS. Section 61A.07, clause (4) and

Changes or additions indicated by <u>underline</u> deletions by strikeout