
CHAPTER 436—H.F.No.1810**[Coded in Part.]**

An act relating to public improvements; authorizing issuance of state building bonds for construction and equipping of a law school building at the university of Minnesota for the construction or alteration of school buildings related to desegregation and for the acquisition and preparation of land for the expansion of metropolitan community college; creating the vocational-technical building fund and authorizing the issuance of state bonds to provide money for appropriation therefrom for grants to school districts for the acquisition and betterment of public land, buildings, and capital improvements needed for the area vocational-technical education program; appropriating money from the general fund for payment of the bonds; providing for the acquisition of certain property by St. Cloud state college; appropriating money.

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

Section 1. EDUCATION; APPROPRIATIONS FOR BUILDINGS.

Subdivision 1. There is appropriated from the Minnesota state building fund in the state treasury to the board of regents of the university of Minnesota the sum of \$10,500,000 or so much thereof as may be necessary to construct a new law school building at the Minneapolis campus of the university of Minnesota.

Subd. 2. There is appropriated from the Minnesota state building fund in the state treasury to the board of regents of the university of Minnesota the sum of \$1,800,000 or so much thereof as may be necessary for sitework, equipment and other nonconstruction costs of a new law school building at the Minneapolis campus of the university of Minnesota.

Sec. 2. MATCHING GRANTS FOR SCHOOL CONSTRUCTION.

The sum of \$4,000,000 is appropriated from the Minnesota state building fund in the state treasury to the state board of education to be used to match local district funds used for the construction, enlargement, or modification of school buildings whenever the commissioner of education has determined that these alterations are directly related to reducing or eliminating racial imbalance, and are a part of a desegregation plan approved by the state board of education. This money shall be expended only after plans have been submitted to the legislative advisory committee for review.

Sec. 3. METROPOLITAN COMMUNITY COLLEGE CAMPUS EXPANSION. The sum of \$1,075,000 is appropriated from the Minnesota state building fund in the state treasury to the commissioner of administration for land acquisition, demolition and site preparation for metropolitan community college campus expansion.

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Sec. 4. To provide the moneys appropriated by sections 1, 2 and 3 for constructing and equipping public buildings designated in sections 1, 2 and 3 which buildings and equipment shall be a public improvement of a capital nature, the commissioner of finance shall sell and issue Minnesota state building bonds in the amount of \$16,875,000 in the manner and upon the terms and conditions prescribed by Minnesota Statutes, Sections 16A.63 and 16A.64 and by the Constitution, Article XI, Sections 4 to 7. The proceeds of the bonds, other than accrued interest and premium, are appropriated and shall be credited to the Minnesota state building fund.

Sec. 5. In order to reduce the amount of taxes otherwise required by the Constitution, Article XI, Section 7, to be levied for the payment of interest and principal on the bonds authorized in section 2 of this act, there is hereby appropriated annually to the Minnesota state building bond account in the state bond fund from the general fund in the state treasury a sum of money sufficient in amount, when added to the balance on November 1 in each year in said Minnesota state building bond account, to pay all principal and interest due and to become due on said bonds within the then ensuing year and to and including July 1 in the second ensuing year. The moneys received and on hand pursuant to the appropriation annually made by this section are available in the state bond fund prior to the levy of the tax in any year required by the Constitution, Article XI, Section 7, and shall be used to reduce the amount of the tax otherwise required to be levied.

Sec. 6. Notwithstanding any other provision of law, all moneys appropriated by sections 1 to 6 and all previous acts for the purposes of the Minnesota state building fund shall be and remain available for such purposes until and unless such appropriations are specifically rescinded by law. The commissioner of finance shall transfer the moneys appropriated by sections 1 to 6 in accordance with regulations established pursuant to Minnesota Statutes, Section 16A.04, Subdivision 4, to assure proper application and encumbrance of the funds.

Sec. 7. **[121.214] VOCATIONAL-TECHNICAL BUILDING FUND.** Subdivision 1. **PURPOSE.** A vocational-technical building fund is created as a separate bookkeeping account in the general books of the state for the purpose of providing money appropriated to the state board of education for the acquisition and betterment of public land, buildings, and capital improvements needed for the area vocational-technical education program of the state, as established and annually revised in the state plan for the administration of vocational education, for which the state board of education is responsible under the provisions of Minnesota Statutes, Sections 121.21, 123.351, 124.53 to 124.62, and other applicable laws.

Subd. 2. **RECEIPTS.** The commissioner of finance and treasurer shall deposit in the fund as received all proceeds of vocational-technical building bonds, except accrued interest and premiums received upon the sale thereof. All such receipts are annually appropri-

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ated for the permanent acquisition purposes of the fund, and shall be and remain available for expenditure in accordance with this section until the purposes of the appropriations have been accomplished or abandoned.

Subd. 3. DISBURSEMENTS. Disbursements from the fund shall be made by the state treasurer upon the order of the commissioner of finance at the times and in the amounts requested by the state board of education in accordance with the applicable appropriation acts, for grants to school districts for the acquisition and betterment of land, buildings, and capital improvements for area vocational-technical institutes, upon the conditions and in accordance with all standards, criteria, and priorities established in the state plan.

Sec. 8. [121.215] VOCATIONAL-TECHNICAL BUILDING BONDS. Subdivision 1. **PURPOSE; APPROPRIATION.** For the purpose of providing money appropriated from the vocational-technical building fund for the acquisition of public land, buildings, and capital improvements needed for the state plan for the administration of vocational education in accordance with the provisions of section 7, when requested by the state board of education, the commissioner of finance shall sell and issue bonds of the state of Minnesota for the prompt and full payment of which, with interest thereon, the full faith and credit and taxing powers of the state are irrevocably pledged. Bonds shall be issued pursuant to this section only as authorized by a law specifying the purpose thereof and the maximum amount of the proceeds authorized to be expended therefor, as set forth in section 7. Any such law, together with this section and the laws herein referred to, constitutes complete authority for the issue, and such bonds shall not be subject to restrictions or limitations contained in any other law.

Subd. 2. ISSUANCE. The bonds shall be sold upon sealed bids and upon notice, at a price, in form and denominations, bearing interest at a rate or rates, maturing in amounts and on dates, subject to prepayment upon notice and at times and prices, payable at a bank or banks within or outside the state, with or without provisions for registration, conversion, exchange, and issuance of notes in anticipation of the sale or delivery of definitive bonds, and in accordance with further regulations, as the commissioner of finance shall determine subject to the approval of the attorney general, but not subject to the provisions of sections 15.0411 to 15.0422. The bonds shall be executed by the commissioner of finance and attested by the state treasurer under their official seals. The signatures on the bonds and on any interest coupons and the seals may be printed or otherwise reproduced, except that each bond shall be authenticated by the manual signature on its face of one of the officers or of a person authorized to sign on behalf of a bank designated by them as authenticating agent. The commissioner of finance shall ascertain and certify to the purchasers of the bonds the performance and existence of all acts, conditions, and things necessary to make them valid and binding general obligations of the state of Minnesota, subject to the approval of the attorney general.

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Subd. 3. **EXPENSES.** All expenses incidental to the sale, printing, execution, and delivery of bonds pursuant to this section, including but not limited to actual and necessary travel and subsistence expenses of state officers and employees for such purposes, shall be paid from the vocational-technical building fund and the amounts necessary therefor are appropriated from that fund; provided that if any amount is specifically appropriated for this purpose in an act authorizing the issuance of bonds pursuant to this section, such expenses shall be limited to the amount so appropriated.

Subd. 4. **VOCATIONAL-TECHNICAL BUILDING BOND ACCOUNT IN THE STATE BOND FUND.** The commissioner of finance shall maintain in the state bond fund a separate bookkeeping account designated as the vocational-technical building bond account, to record receipts and disbursements of money transferred to the fund to pay vocational-technical building bonds and interest thereon, and of income from the investment of such money, which income shall be credited to the account in each fiscal year in an amount equal to the approximate average rate of return that year on all funds invested by the state treasurer, as determined by the treasurer, times the average balance in the account that year.

Subd. 5. **APPROPRIATIONS TO BOND ACCOUNT.** There shall be credited to the vocational-technical building bond account the premium and accrued interest received on each issue of vocational-technical building bonds and, from the general fund in the state treasury, on November 1 in each year, a sum of money equal to the amount of the tax which the Constitution would otherwise require to be levied for collection in the following year, for the purpose of increasing the balance then on hand in the account to an amount sufficient to pay principal and interest due and to become due with respect to vocational-technical building bonds. All money so credited and all income from the investment thereof is annually appropriated to the bond account for the payment of such bonds and interest thereon, and shall be available in the bond account prior to the levy of the tax for the state bond fund in any year as required by the Constitution. The commissioner of finance and the state treasurer are directed to make the appropriate entries in the accounts of the respective funds.

Subd. 6. **TAX LEVY.** On or before December 1 in each year, if the full amount appropriated to the bond account in subdivision 5 has not been credited thereto, the tax required by the Constitution shall be levied upon all taxable property within the state. This tax shall be levied upon all real property used for the purposes of a homestead, as well as other taxable property, notwithstanding the provisions of section 273.13, subdivisions 6 and 7, and shall be subject to no limitation of rate or amount until all vocational-technical building bonds and interest thereon are fully paid. The proceeds of this tax are appropriated and shall be credited to the state bond fund, and the principal of and interest on the bonds are payable from such proceeds, and the whole thereof, or so much as may be necessary, is appropriated for such pay-

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ments. If at any time there is not sufficient money from the proceeds of such taxes to pay the principal and interest when due on vocational-technical building bonds, such principal and interest shall be paid out of the general fund in the state treasury, and the amount necessary therefor is hereby appropriated.

Sec. 9. APPROPRIATION AND AUTHORIZATION OF BONDS.

Subdivision 1. APPROPRIATION. The sum of \$15,500,000, or so much thereof as is determined to be needed, is appropriated from the vocational-technical building fund to the state board of education for the acquisition and betterment of public land, buildings, and capital improvements needed to implement the state plan for the administration of vocational education as provided in section 7.

Subd. 2. BONDS. To provide the money appropriated in subdivision 1 the commissioner of finance is authorized upon the request of the state board of education to sell and issue vocational-technical building bonds of the state in the amount of \$15,500,000, in the manner and upon the conditions prescribed in section 8 and in the Constitution. The proceeds of the bonds, except as provided in section 8, subdivision 5, are appropriated to the vocational-technical building fund for expenditure in accordance with section 7.

Sec. 10. SEVERABILITY CLAUSE. If any provision of this act is found to be unconstitutional, the remaining provisions shall remain valid.

Sec. 11. CONVEYANCE OF STATE PROPERTY, ST. CLOUD STATE COLLEGE, CITY OF ST. CLOUD. The St. Cloud state college may acquire the following described real property, to wit:

Lots 1 and 7 of Block 231 and lots 1 and 7 of Block 229 in Waite's Addition to East St. Cloud (now a part of the City of St. Cloud) that lies in the Southeast Quarter of the Northeast Quarter (SE 1/4 NE 1/4) of Section 1, Township 35, Range 31, Sherburne County, Minnesota; and Union Park

The above described land may be acquired by purchase or condemnation proceedings by St. Cloud state college. Condemnation proceedings shall be pursuant to Minnesota Statutes, Chapter 117. As total consideration for the acquisition of the above described property, the St. Cloud state college is hereby authorized to convey by quitclaim deed to the city of St. Cloud, Minnesota, the following described state real property, to wit:

Lots One through Eleven (1-11), Block Seventy-two (72), according to the original plat of the town of East St. Cloud, Sherburne County, Minnesota.

Sec. 12. This act is effective the day following its final enactment.

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Approved June 4, 1975.

CHAPTER 437—H.F.No.1674

[Coded in Part]

An act relating to taxation; providing state relief to homeowners and renters for extraordinary property tax burdens; increasing the proportion of the costs of medical assistance hospitalization for the indigent, and general relief medical programs paid by the state; increasing and changing the means of calculation and distribution of local government aid to be paid for an extended period; changing the means of calculation and adjustment of levy limits; adjusting the farm loss deduction; exempting the federal income tax rebate from state taxation; extending the operation of the tax study commission; changing the method of reassessment and limitation on increase of valuation of real property; increasing the credit against tax granted to low income individuals; providing for a flexible homestead base value; imposing an additional tax on taconite and iron sulphide and providing for the distribution of the proceeds; establishing a grant program for the construction of water filtration system; increasing the agricultural mill rate differential; changing the period of redemption for tax forfeited lands; providing penalties; appropriating funds; amending Minnesota Statutes 1974, Sections 124.03; 256.01, Subdivision 2; 256.98; 256B.02, Subdivision 3; 256B.041, Subdivision 5; 256B.07; 256B.12; 256B.19, Subdivision 1; 256D.03, by adding a subdivision; 261.21; 261.22, Subdivision 2; 261.23; 270.16; 273.01; 273.011, Subdivisions 5 and 6; 273.012, Subdivision 2 and by adding a subdivision; 273.03, Subdivision 1; 273.061; 273.08; 273.11, Subdivisions 1, 2, and 5; 273.121; 273.13, Subdivisions 6, 7, and 14a; 273.135, Subdivisions 1 and 2; 273.138, Subdivision 6; 273.17, Subdivision 1; 275.50, Subdivision 5; 275.51, Subdivisions 1 and 4, and by adding subdivisions; 275.52, by adding a subdivision; 275.53, Subdivision 3; 275.59; 281.17; 290.012, Subdivision 4; 290.06, Subdivision 3d; 290.09, Subdivision 29; 298.27, as amended; and 477A.01, Subdivisions 1, 2, 3, and 4, and by adding subdivisions; and Chapters 261; 273; and 298, by adding sections; and Laws 1973, Chapter 601, Section 1, Subdivisions 2 and 8; repealing Minnesota Statutes 1974, Sections 273.11, Subdivision 3; 275.51, Subdivisions 3 and 3a; 298.242; 298.32; 477A.01, Subdivisions 5, 6, 7, 8, 9, 10, 11, 13, 14, 16, and 17.

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

ARTICLE I

Section 1. **[290A.01] TAXATION; OMNIBUS PROVISIONS; CITATION.** Sections 1 to 21 may be cited as the "State of Minnesota Income-Adjusted Homestead Credit Act."

Sec. 2. **[290A.02] PURPOSE.** The purpose of sections 1 to 21 is to provide property tax relief to certain persons who own or rent their homesteads.

Sec. 3. **[290A.03] DEFINITIONS. Subdivision 1. GENERALLY.** The following words, terms, and phrases when used in sections 1 to 21

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