

1.1 ..... moves to amend H.F. No. 705, the first engrossment, as follows:

1.2 Page 2, after line 23, insert:

1.3 "Sec. 2. Minnesota Statutes 2010, section 6.49, is amended to read:

1.4 **6.49 CITIES OF FIRST CLASS.**

1.5 (a) All powers and duties conferred and imposed upon the state auditor with respect  
1.6 to state and county officers, institutions, property, and improvements are hereby extended  
1.7 to cities of the first class. This section does not apply to a city designated a city of the  
1.8 first class for a minimum of five years after the effective date of the designation under  
1.9 section 410.01. Upon expiration of the five-year period, this exemption may be extended  
1.10 by agreement of the city and the state auditor.

1.11 (b) Copies of the written report of the state auditor on the financial condition and  
1.12 accounts of such city shall be filed in the state auditor's office, with the mayor, city  
1.13 council, and city comptroller thereof, and with the city commissioners, if such city have  
1.14 such officers. If such report disclose malfeasance, misfeasance, or nonfeasance in office,  
1.15 copies thereof shall be filed with the city attorney thereof and with the county attorney of  
1.16 the county in which such city is located, and these officials of the law shall institute such  
1.17 proceedings, civil or criminal, as the law and the public interest require.

1.18 (c) The state auditor shall bill said cities monthly for services rendered, including  
1.19 any examination, and the officials responsible for approving and paying claims shall  
1.20 cause said bill to be promptly paid.

1.21 **EFFECTIVE DATE.** This section is effective for cities designated a city of the first  
1.22 class based on the 2010 census and thereafter."

1.23 Renumber the sections in sequence and correct the internal references

1.24 Amend the title accordingly