

**SESSION LAWS**  
of the  
**STATE OF MINNESOTA**

**ENACTED BY THE  
SEVENTY-SECOND LEGISLATURE, AT THE 1981 SESSION  
COMMENCING JANUARY 6, 1981**

## CHAPTER 300 — H.F.No. 477

*An act relating to education; changing a reference to the provisions governing the student loan program; including parents within the definition of eligible student for guaranteed student loan purposes; requiring the higher education coordinating board to receive approval prior to implementing a parent loan program; increasing the bonding authority of the higher education coordinating board; expanding the career guidance program; providing exclusive property rights in certain records; providing for development of procedures by the higher education coordinating board; amending Minnesota Statutes 1980, Sections 136A.141; 136A.15, Subdivision 7; 136A.16, Subdivisions 3 and 4, and by adding a subdivision; 136A.17, Subdivisions 1, 4, and 10; 136A.171; 136A.85; 136A.86, Subdivisions 2, 3, and by adding a subdivision.*

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

Section 1. Minnesota Statutes 1980, Section 136A.141, is amended to read:

**136A.141 STUDENT LOAN PROGRAM.**

The higher education coordinating board is ~~authorized and directed to~~ shall establish and supervise a one or more student loan program programs in accordance with the provisions of ~~Minnesota Statutes 1971,~~ sections 136A.14 to 136A.17.

Sec. 2. Minnesota Statutes 1980, Section 136A.15, Subdivision 7, is amended to read:

Subd. 7. "Eligible student" means a student who is officially registered or accepted for enrollment at an eligible institution in Minnesota or a Minnesota resident who is officially registered as a student or accepted for enrollment at an eligible institution in another state. Eligible student, except for purposes of section 136A.161, includes parents of an eligible student as the term "parent" is defined in the higher education act of 1965, as amended, and the regulations promulgated thereunder.

Sec. 3. Minnesota Statutes 1980, Section 136A.16, Subdivision 3, is amended to read:

Subd. 3. The board ~~shall be authorized to~~ may make loans in amounts not to exceed the maximum amount provided in the higher education act of 1965 and any amendments thereof ~~and~~. The board ~~shall be authorized to~~ may establish procedures determining the loan amounts for which students are eligible.

Sec. 4. Minnesota Statutes 1980, Section 136A.16, Subdivision 4, is amended to read:

Changes or additions are indicated by underline, deletions by ~~strikeout~~.

Subd. 4. The board ~~shall have the right to~~ may contract with or to enter into agreements with eligible lenders for ~~purposes~~ the purpose of making loans to ~~residents~~ eligible students in accordance with the policies, and rules, and regulations of the board.

Sec. 5. Minnesota Statutes 1980, Section 136A.16, is amended by adding a subdivision to read:

Subd. 13. Before implementing a loan program for parents as defined in section 2, the board shall obtain approval from the legislative advisory commission.

Sec. 6. Minnesota Statutes 1980, Section 136A.17, Subdivision 1, is amended to read:

Subdivision 1. Eligibility of student borrowers: An applicant A student shall be eligible to apply for a loan under the provisions of sections 136A.14 to 136A.17 if the board finds that he the student is an eligible student as defined in those sections and is eligible for a loan under federal laws and regulations governing the federally insured federal guaranteed student loan program.

Sec. 7. Minnesota Statutes 1980, Section 136A.17, Subdivision 4, is amended to read:

Subd. 4. No loan shall be made in excess of the maximum provided by pertinent federal laws and regulations and. The aggregate unpaid principal amount of loans to any individual student shall not exceed the maximum provided in pertinent federal laws and regulations.

Sec. 8. Minnesota Statutes 1980, Section 136A.17, Subdivision 10, is amended to read:

Subd. 10. The board is ~~authorized to~~ may establish variable repayment schedules consistent with the need and anticipated income streams of ~~student borrowers provided that such~~. The repayment schedules shall not violate the federal laws and regulations governing ~~federally insured federal guaranteed students student~~ student loan programs.

Sec. 9. Minnesota Statutes 1980, Section 136A.171, is amended to read:

#### 136A.171 REVENUE BONDS; ISSUANCE; PROCEEDS.

The higher education coordinating board may issue revenue bonds to obtain funds for loans made in accordance with the provisions of this chapter. The aggregate amount of revenue bonds, issued directly by the board, outstanding at any one time, not including refunded bonds or otherwise defeased or discharged bonds, shall not exceed ~~\$300,000,000~~ \$550,000,000. Proceeds from the issuance of bonds may be held and invested by the board pending

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disbursement in the form of loans. All interest and profits from ~~such~~ the investments shall inure to the benefit of the board and shall be available to the board for the same purposes as the proceeds from the sale of revenue bonds including, but not limited to, costs incurred in administering loans under this chapter and loan reserve funds.

Sec. 10. Minnesota Statutes 1980, Section 136A.85, is amended to read:

**136A.85 CAREER GUIDANCE PROGRAM; ESTABLISHMENT.**

The Minnesota higher education coordinating board shall establish for all eleventh grade students in the state who desire to participate, a statewide career guidance, testing ~~and~~, information and planning program designed to:

(a) Assist students to make career plans and decisions regarding post-secondary education, training and goals;

(b) Assist high school, college and vocational institute counselors in their work with students;

(c) Assist Minnesota colleges and vocational institutes to identify students for whose talents, interests and needs they have appropriate programs;

(d) Assist colleges and scholarship agencies to select from applicants those who show the most promise of benefiting from particular programs;

(e) Provide educators, state planners and policy makers in the state a continuous inventory of the talents, plans, needs and other characteristics of students in individual educational institutions, in educational systems, and in the state as a whole; and

(f) Assist educators, state planners and policy makers to develop improved educational measures and counseling tools.

Sec. 11. Minnesota Statutes 1980, Section 136A.86, Subdivision 2, is amended to read:

Subd. 2. The board shall periodically review and evaluate the statewide career guidance, testing ~~and~~, information and planning program and report to the governor and legislature the program status and the board's recommendations for legislation to improve the program.

Sec. 12. Minnesota Statutes 1980, Section 136A.86, Subdivision 3, is amended to read:

Subd. 3. The board ~~shall~~ may contract with the University of Minnesota ~~to administer the program.~~ The university of Minnesota may contract with ~~and~~ other testing agencies and suppliers to obtain instruments or services needed to operate the program.

Changes or additions are indicated by underline, deletions by ~~strikeout~~.

Sec. 13. Minnesota Statutes 1980, Section 136A.86, is amended by adding a subdivision to read:

Subd. 4. Any data, reports, studies, tapes, or other documents prepared by contractors for the board under this program shall be the exclusive property of the board, and those materials shall be remitted to the board upon completion, termination, or cancellation of any contract or agreement with the board.

Sec. 14. **[136A.237] CERTIFICATION.**

The Minnesota higher education coordinating board shall develop, before February 1, 1982, the necessary procedures to provide that the essential financial needs of students who have been recipients of tuition subsidies pursuant to section 136A.236 are met through the provisions of sections 136A.09 to 136A.131.

Sec. 15. **EFFECTIVE DATE.**

Sections 1 to 14 are effective the day following final enactment.

Approved May 29, 1981

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**CHAPTER 301 — H.F.No. 487**

*An act relating to state and local government; providing for the appointment of additional members to the Ramsey County civil service commission; establishing an additional principal assistant position in the unclassified service for the Ramsey County Sheriff's Office; designating the office of county abstract clerk as an agency of Ramsey County; regulating the clerk's salary; providing for the employment of university or college students in the city of Minneapolis; providing for the disposition of tax-forfeited property within the capitol area; authorizing the clerk of probate court in the second district to collect a certain library fee; requiring fees to be taxed to the state and certain other government subdivisions in certain criminal prosecutions; requiring the state and the city of St. Paul to pay fees in civil actions; providing for compensation for Ramsey County conciliation court referees; amending Minnesota Statutes 1980, Sections 15.50, Subdivision 6; 140.21; 488A.20, Subdivision 4, 488A.23, Subdivision 6; 488A.30, Subdivision 1; 488A.31, Subdivisions 1 and 5; 488A.33, Subdivisions 5 and 8; 488A.34, Subdivision 2; Laws 1980, Chapter 612, Section 3; Laws 1974, Chapter 435, Sections 3.02, Subdivisions 2 and 6, as amended; and 3.11.*

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

Section 1. Laws 1974, Chapter 435, Section 3.02, Subdivision 2, as amended by Laws 1978, Chapter 745, Section 1, is amended to read:

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