of the cemetery. All personnel, equipment, and support necessary for maintenance and operation of the cemetery must be included in the department's budget.

- Subd. 3. ELIGIBLE VETERANS. Any veteran who received any discharge, other than a dishonorable discharge, from the armed forces of the United States is eligible for burial in the state veterans' cemetery and any indigent veteran is eligible for burial in the cemetery without charge, except that funds available from the social security burial allowance, if any, must be paid to the cemetery director.
- Subd. 4. ALLOCATION OF PLOTS. Any eligible veteran, qualified family member, or the survivors of an eligible veteran or qualified family member, or a county on the veteran's behalf, may apply for a burial plot in the state veterans' cemetery by submitting a request to the cemetery director on a form supplied by the department and available from the cemetery director. The department shall allot available burial plots on a first come, first served basis. There is no charge for a burial plot or for the interment of any eligible veteran. The cemetery director shall apply to the veterans administration for payment of any allowable plot or interment allowance.
- Subd. 5. SPOUSE; CHILD. A spouse or a handicapped or minor child of a veteran who qualifies for burial under subdivision 3 may also qualify for burial in the state veterans' cemetery if the interment of the qualified family member is in the same burial plot as that provided for the veteran and the interment is either above or below the veteran. The commissioner of veterans affairs shall establish a fee schedule which may be adjusted from time to time for burial of family members. The fees shall cover as nearly as practicable the actual costs of interments. The department may accept the social security burial allowance, if any, of the qualified family member in an amount not to exceed the actual cost of the interment.

Approved March 24, 1986

CHAPTER 411-S.F.No. 1940

An act relating to local government; prescribing the powers of community action agencies; regulating payment of severance pay; amending Minnesota Statutes 1984, sections 268.53, subdivisions 1 and 5; and 465.72.

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

Section 1. Minnesota Statutes 1984, section 268.53, subdivision 1, is amended to read:

Subdivision 1. IN GENERAL. A community action agency is a political

subdivision of the state, a combination of political subdivisions, a public agency, or a private nonprofit agency which has the authority under its applicable charter or laws to receive funds under section 268.52 to support community action programs as described in section 268.54 and which was designated as a community action agency according to federal law or regulations, or recognized as a community action agency by the governor an eligible entity under the Community Services Block Grant Act, Public Law Number 97-35, section 673(1), 95 Stat. 357, 512 (1981), as amended by, Act of October 30, 1984, Public Law Number 98-558, section 202, 98 Stat. 2878, 2884 (1984).

Sec. 2. Minnesota Statutes 1984, section 268.53, subdivision 5, is amended to read:

Subd. 5. FUNCTIONS; POWERS. A community action agency shall:

- (a) Plan systematically for an effective community action program; develop information as to the problems and causes of poverty in the community; determine how much and how effectively assistance is being provided to deal with those problems and causes; and establish priorities among projects, activities and areas as needed for the best and most efficient use of resources;
- (b) Encourage agencies engaged in activities related to the community action program to plan for, secure, and administer assistance available under section 268.52 or from other sources on a common or cooperative basis; provide planning or technical assistance to those agencies; and generally, in cooperation with community agencies and officials, undertake actions to improve existing efforts to reduce poverty, such as improving day-to-day communications, closing service gaps, focusing resources on the most needy, and providing additional opportunities to low-income individuals for regular employment or participation in the programs or activities for which those community agencies and officials are responsible;
- (c) Initiate and sponsor projects responsive to needs of the poor which are not otherwise being met, with particular emphasis on providing central or common services that can be drawn upon by a variety of related programs, developing new approaches or new types of services that can be incorporated into other programs, and filling gaps pending the expansion or modification of those programs;
- (d) Establish effective procedures by which the poor and area residents concerned will be enabled to influence the character of programs affecting their interests, provide for their regular participation in the implementation of those programs, and provide technical and other support needed to enable the poor and neighborhood groups to secure on their own behalf available assistance from public and private sources;
- (e) Join with and encourage business, labor and other private groups and organizations to undertake, together with public officials and agencies, activities in support of the community action program which will result in the additional

use of private resources and capabilities, with a view to developing new employment opportunities, stimulating investment that will have a measurable impact on reducing poverty among residents of areas of concentrated poverty, and providing methods by which residents of those areas can work with private groups, firms, and institutions in seeking solutions to problems of common concern.

Community action agencies, the Minnesota migrant council, and the Indian reservations, may enter into cooperative purchasing agreements and self-insurance programs with local units of government.

Sec. 3. Minnesota Statutes 1984, section 465.72, is amended to read:

465.72 SEVERANCE PAY.

Subdivision 1. PAYMENT; LIMITS. Except as may otherwise be provided in Laws 1959, Chapter 690, as amended, any county, city, township, school district or other governmental subdivision may pay severance pay to its employees and promulgate rules for the payment of severance pay to an employee who leaves employment on or before or subsequent to the normal retirement date. Severance pay shall also include the payment of accumulated vacation leave, accumulated sick leave or a combination thereof. The severance pay shall be excluded from retirement deductions and from any calculations in retirement benefits. It shall be paid in a manner mutually agreeable to the employee and employer and, except as provided in subdivision 2, over a period not to exceed five years from retirement or termination of employment. If a retired or terminated employee dies before all or a portion of the severance pay has been disbursed, that balance due shall be paid to a named beneficiary or, lacking same, to the deceased's estate. Except as provided in subdivision 2, in no event shall severance pay provided for an employee leaving employment exceed an amount equivalent to one year of pay.

Subd. 2. EXCEPTIONS. The provisions of subdivision 1 requiring that severance pay be paid over a period not to exceed five years from retirement or termination of employment and limiting severance pay to an amount equal to one year of pay do not apply to severance pay constituting compensation for accumulated sick leave in the form of periodic contributions toward premiums for group insurance policies provided for a former employee by a governmental subdivision.

This subdivision applies only to periodic contributions that have commenced before the effective date of this act or that are required under contracts, or, with respect to employees not covered by contracts, personnel policies, formally adopted by the governing body of the governmental subdivision, in existence on the effective date of this act. After the effective date of this act, a governmental subdivision may not enter into a contract or adopt a personnel policy providing for a payment in violation of subdivision 1. A personnel policy or portion of a personnel policy in existence on the effective date of this act and providing for a payment in violation of subdivision 1 is null and void (i) upon

the expiration of a collective bargaining agreement containing a similar provision and covering employees of the governmental subdivision that has adopted the policy, or (ii) two years from the effective date of this act, whichever is earlier. Any payments by governmental subdivisions in accordance with this subdivision before the effective date of this act are validated.

Approved March 24, 1986

CHAPTER 412—S.F.No. 1950

An act relating to taxation; limiting application of the open space property tax law to facilities that do not discriminate on the basis of sex; amending Minnesota Statutes 1984, section 273.112, subdivisions 3, 4, 6, and by adding a subdivision.

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

- Section 1. Minnesota Statutes 1984, section 273.112, subdivision 3, is amended to read:
- Subd. 3. Real estate shall be entitled to valuation and tax deferment under this section only if it is:
- (a) actively and exclusively devoted to golf, skiing or archery or firearms range recreational use or uses and other recreational uses carried on at the establishment;
- (b) five acres in size or more, except in the case of an archery or firearms range; and
 - (c) (1) operated by private individuals and open to the public; or
- (2) operated by firms or corporations for the benefit of employees or guests; or
- (3) operated by private clubs having a membership of 50 or more, provided that the club does not discriminate in membership requirements or selection on the basis of sex; and
- (d) made available, in the case of real estate devoted to golf, for use without discrimination on the basis of sex during the time when the facility is open to use by the public or by members, except that use for golf may be restricted on the basis of sex no more frequently than one, or part of one, weekend each calendar month for each sex and no more than two, or part of two, weekdays each week for each sex.

For purposes of this subdivision and subdivision 7a, discrimination means a pattern or course of conduct and not linked to an isolated incident.