applicants for supplemental aid under this section shall be \$15,000. The local agency in its discretion may permit eligibility of an applicant having assets in excess of the amount prescribed in this section if liquidation of the assets would cause undue loss or hardship.

Sec. 10. APPROPRIATION. Subdivision 1. The sum of \$900,000 is appropriated to the department of public welfare for the biennium ending June 30, 1979 for the payment of qualified nursing home expenses. One-half of the money shall be available for the year ending June 30, 1978, and one-half of the money shall be available for the year ending June 30, 1979. Notwithstanding the provisions of Minnesota Statutes, Section 16A.28, the money appropriated for the biennium ending June 30, 1979 shall not lapse but shall remain available for payment of qualified nursing home expenses incurred during the biennium.

Subd. 2. There is appropriated from the general fund to the commissioner of public welfare the sum of \$7,100,000 for the biennium ending June 30, 1979 for the purposes of sections 5, 6, 7 and 9.

Approved June 8, 1977.

## CHAPTER 449—H.F.No.1510

#### [Coded in Part]

An act relating to the organization and operation of state government; appropriating money for education and related purposes with certain conditions, including the department of education, aids to libraries, higher education coordinating board, state universities, community colleges, and the university of Minnesota and its hospitals; creating a higher education consortium for southwestern Minnesota; amending Minnesota Statutes 1976, Sections 120.17, Subdivision 7a; 128A.02, Subdivision 3; 128A.06, Subdivision 1; 128A.07; 136A.121, Subdivision 3; 141.24; 141.36; and 197.78; repealing Minnesota Statutes 1976, Section 128A.08.

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

Section 1. EDUCATION; APPROPRIATIONS. The sums set forth in the columns designated "APPROPRIATIONS" are appropriated from the general fund, or any other fund designated, to the agencies and for the purposes specified in the following sections of this act, to be available for the fiscal year indicated for each purpose. The figures "1977", "1978", and "1979", wherever used in this act, mean that the appropriation or appropriations listed thereunder or therefor shall be available for the year ending June 30, 1977, June 30, 1978, or June 30, 1979, respectively.

APPROPRIATIONS
Available for the Year
Ending June 30,
1978 1979

\$

# Sec. 2. DEPARTMENT OF EDUCATION

```
Approved Complement -
          1978
                      1979
State -
          509.87
                      508.87
Federal - 218.7
                      218.7
Subdivision 1. General Academic and
Related Services
                                            1,590,268
                                                           1,607,747
(a) Salaries, Supplies, and Expenses
        1978
                        1979
   $1,490,268
                  $1,507,747
(b) Microfilming of teacher
license files
     $100,000
                    $100,000
The department shall not reduce instructional services consultant positions in those
subject areas where there is only one consultant position.
```

Any unexpended balance remaining in (b) in the first year shall not cancel, but shall be available for the second year of the biennium.

Of the amount provided by this subdivision, \$15,676 in 1978 and \$15,739 in 1979 is appropriated from the trunk highway fund.

Subd. 2. Vocational Technical Instruction and Related Services 1,741,839 1,727,449 (a) Salaries, Supplies, and Expenses \$1,721,839 \$1,727,449 (b) Revolving fund for on-the-

job training program \$20,000

Provided that the funds in (a) shall not be used to pay for more than 75 percent of the Independent Telephone Communications Training Program and the Minnesota Electric Cooperative Linepersons Training Program, and further provided that the appropriate industry or association is required to pay at least 25 percent of the cost of each program.

Funds in (b) are for the purpose of acting as the state approving agency, as authorized by 38 U.S.C. Chapter 36. All funds received from the federal government for this purpose shall be deposited in the general fund and are reappropriated for that purpose.

Notwithstanding any provisions to the contrary, the commissioner of finance shall not increase the number of positions in vocational education supported by federal funds above the approved federal complement of 42.7, until he has consulted with the chairmen of the senate finance committee and the house appropriations committee.

```
Special and Compensatory
Instruction and Related Services
                                      4,814,842
                                                    4,760,816
(a) Salaries, Supplies and Expenses
   $4,314,842
                 $4,260,816
(b) Claims, Grants, and Shared Revenue
  Indian Scholarships
     $500,000
                    $500,000
```

The department of education shall make a study of program space needs at the Minnesota Braille and Sight-Saving school and submit the results of the study to the legislature by January 1, 1978. The study shall include consideration of the use of existing

Of the amount in (a) for the first year, \$97,140 is for repair and purchase of equipment at

Changes additions <u>underline</u> deletions strikeout OF indicated by bv

the Minnesota School for the Deaf, the Minnesota Braille and Sight-Saving School, and the Regional Library for the Blind. Any unexpended balance from this \$97,140 at the end of the first year shall not cancel but shall be available for the second year of the biennium.

The department of education may use the funds appropriated in (a) to hire additional human services technicians at the Minnesota School for the Deaf and the Minnesota Braille and Sight-Saving School provided, however, that the department shall not increase the complement by more than two human services technicians at each school.

Any unexpended balance remaining in (b) in the first year shall not cancel but shall be available for the second year of the biennium.

Subd. 4. Education Planning, and

Development 1,126,855 1,178,527

- (a) Salaries, Supplies, and Expenses \$526,855 \$528,527
- (b) Claims, Grants and Shared Revenue \$600,000 \$650,000

Any unexpended balance remaining in (b) in the first year shall not cancel but shall be available for the second year of the biennium.

Subd. 5. School Management and Services

9,218,488 8,019,667

(a) Salaries, Supplies, and Expenses \$1,368,488 \$1,016,750

\$331,926 in 1978 and \$9,125 in 1979 is for redesign of the Department's Management Information System. Any unexpended balance remaining for this purpose in the first year shall not cancel but shall be available for the second year of the biennium.

(b) Claims, Grants, and Shared Revenue \$4,550,000 \$3,639,929

Of the amount in (b) \$175,000 in 1978 is for Uniform Financial Accounting Reporting System (UFARS) regional staff. \$1,683,000 in 1978 and \$879,000 in 1979 is for support of regional management information centers. \$2,692,000 in 1978 and \$2,760,929 in 1979 is for salaries and expenses of the Minnesota education computing consortium.

The department shall charge MECC users for on-line computer time actually used, such receipts shall be deposited in the Minnesota educational computing consortium account, and are reappropriated to the Minnesota educational computing consortium.

The department of education in consultation with MECC shall submit to the chairman of house appropriations and the chairman of senate finance no later than July 15 and December 31 of each year a progress report, proposed plans, and expenditures.

(c) School Lunch Program claims, grants,

and shared revenue

\$3,300,000 \$3,362,988

Of the amount in (c) \$300,000 in 1978 and \$325,000 in 1979 is for food storage costs for USDA donated commodities.

Of the amount provided in (c), so much thereof as is necessary shall be used for the type "A" lunch program.

Any unexpended balance remaining in (b) or (c) in the first year shall not cancel but shall be available for the second year of the biennium.

Subd. 6. Auxiliary and General Support Services

1,740,413 1,716,907

```
Salaries, Supplies, and Expenses
   $1,740,413
                 $1,716,907
```

The board of teaching shall evaluate its staffing needs and submit a report to the legislature by January 1, 1978.

Subd. 7. Public Library Services and

Inter-Library Cooperation 2,507,775 2,907,152

(a) Salaries, Supplies, and Expenses

\$357,775 \$357,152

(b) Claims, Grants, and Shared Revenue

\$2,150,000 \$2,150,000

(c) Claims Grants and Shared Revenue

Contingency

- 0 -\$400,000

Any unexpended balance remaining in (b)

in the first year shall not cancel but

shall be available for the second year

of the biennium.

The amount appropriated in (c) shall become available upon enactment of legislation establishing a new distribution formula and implementation of the formula by the

To qualify for the state library grant

herein authorized, local levies for

libraries shall not be less than the

library levies payable in 1977.

The appropriations in (b) and (c) are limited to libraries' operating purposes only,

Subd. 8. Civil Service Salary and

Fringe Adjustments

975,435 1,103,031

Of the amount provided by this subdivision, \$1,494 in 1978 and \$1,738 in 1979 is appropriated from the trunk highway fund.

Subd. 9. Except as provided in Minnesota Statutes, Section 3.925, none of the amounts appropriated in subdivisions 3, 4, 5, and 7 listed as claims, grants and shared revenues on the official worksheets of the conferees of the senate and house of representatives, a true copy of which is on file in the office of the commissioner of finance, shall be transferred to any other expenditure category other than that for which it was appropriated.

The department of education shall not use any federal or other funds for the purpose of continuing any positions which have been deleted from the department's complement as shown on official conference committee work papers.

HIGHER EDUCATION Sec. 3.

COORDINATING BOARD

Subdivision 1. Salaries and

904,450 926,237 Expenses

This appropriation includes money for the administration of the state scholarship, state grant-in-aid, student loan, budget review program review, and private college contracts.

MOIS Revolving Fund 50,000

There is established in the state treasury a Minnesota occupational information system revolving fund. The board shall charge MOIS users for services provided them. Receipts shall be deposited in the MOIS revolving fund, and are appropriated to the board for the purposes of the Minnesota occupational information system. The general fund shall be

Changes additions indicated underline deletions by strikeout ог

reimbursed \$50,000 by June 30, 1981.

Subd. 3.	State Scholarship		
Program		7,589,033	9,163,951
Subd. 4.	State Grant-In-Aid		
Program		13,650,000	16,650,000
Subd. 5.	Work Study Program	1,600,000	1,600,000
Subd. 6.	Foreign Student Loans	80,000	80,000
Subd. 7.	Minitex Library Program	400,000	425,000
Subd. 8.	Private College		
Contracts		4,400,000	4.800,000
Subd. 9.	Regional Coordination		
and Service	e	239,071	247,148

Subd. 10. Any unexpended balance remaining the first year in subdivisions 1, 3, 4, 6, 7, and 8 shall not cancel but shall be available for the second year of the biennium.

Medical Student Loan	-	
	30,000	30,000
Education of Dependents	10,000	10,000
STATE UNIVERSITY BOARD		
	Education of Dependents	30,000 Education of Dependents 10,000

Subdivision 1. Maintenance and

Equipment 65,131,643 68,221,450

Within the funds appropriated for the purpose by the 70th legislature, the commissioner of personnel and the state university board are authorized to implement those provisions of the collective bargaining agreements negotiated with the Inter-Faculty Organization/Minnesota Education Association and the Minnesota State University Association of Administrative and Service Faculty, which establish wages and economic fringe benefits.

The amounts appropriated in subdivisions 1 and 2 include a sum in each year for recruitment of unclassified staff.

Notwithstanding any other law to the contrary, the state university board may purchase public liability insurance to protect those nonemployees involved in activities ancillary to the programs of the agency. These activities shall include, but not be limited to: (a) fine art exhibitions, where the intent is to insure the artist's works; (b) personal property of nonemployees which is used by the agency for its auxiliary enterprises; (c) personal professional liability insurance for students when required by clinical training institutions, as a condition for use of the clinical facilities; (d) students while involved in educational program related field trips, tours and other off-campus activities; (e) medical and hospitalization insurance for students participating in intercollegiate, intramural and extramural programs; (f) property insurance for Auxiliary Enterprises assets, including inventory to be paid from Auxiliary Enterprises proceeds; (g) otherwise uncompensated contractors who allow state agencies to use contractor facilities and equipment.

Any unexpended balance remaining in the first year shall not cancel but shall be available for the second year of the biennium.

This appropriation shall be expended with the approval of the governor after consultation with the legislative advisory commission as provided by Minnesota Statutes, Section 3.30.

Subd. 3. Student Loans - State
Matching 175,000 175,000

This appropriation shall be used as the state's matching share for any federal student aid or loan program.

Any unexpended balance remaining in the first year shall not cancel but shall be available for the second year of the biennium. No portion of the appropriation shall be used to defray obligations incurred prior to July 1, 1977.

Subd. 4. Repairs and Betterments 808,868 864,666 Any unexpended balance remaining in the first year shall not cancel but shall be available for the second year of the biennium.

Subd. 5. A report shall be submitted to the 71st session of the legislature as to the use of all money exempt from budgetary control by the commissioner of finance pursuant to Minnesota Statutes, Sections 136.11, Subdivision 5; 136.144; and 136.37.

Subd. 6. Notwithstanding the provisions of any law to the contrary, the state university board may provide for the orderly replacement of aircraft. An equipment suspense account shall be established by the commissioner of finance within the general fund. All receipts that are attributable to the operation or use of aircraft are reappropriated to the state university board. These receipts, or a portion thereof as may be designated by the board, shall be credited to the equipment suspense account. Any balance in this account shall not cancel at the end of a fiscal year but shall remain available for transfer at the request of the board to its maintenance and equipment account.

Sec. 5. STATE COMMUNITY COLLEGE BOARD

Subdivision 1. 29,358,615 30,962,847

Section 4 of Article X of the Professional Staff Agreements, as negotiated between the state board for community colleges and the Minnesota Community College Faculty Association shall not be implemented during the 1977-79 biennium and the agreement is approved as modified. The board and the association are directed to agree upon a salary schedule for fiscal year 1978 and for fiscal year 1979, that shall not exceed a salary adjustment of 7 percent for fiscal year 1978 and a salary adjustment of 7 percent for fiscal year 1979.

This appropriation is for maintenance and equipment of the state community college board and the state community colleges. The state community colleges are encouraged to use off-campus courses to extend the benefits of this appropriation to as many Minnesota residents as possible.

Notwithstanding any other law to the contrary, the board for community colleges may purchase insurance coverage as follows:

Personal professional liability insurance for students when required by clinical training institutions, as a condition for use of the clinical facilities.

Medical and hospitalization insurance for students participating in intercollegiate, intramural and extramural programs.

Blanket personal property insurance for fine art displays, including but not limited to, paintings, photographs, sculptures, exhibited on a community college campus.

Property insurance for Auxiliary Enterprise assets, including inventory to be paid from Auxiliary Enterprises proceeds.

Subd. 2. Occupational Program

Development 300,000

Prior to use of this appropriation the chancellor of the community college system shall submit the proposed program and expenditures for review by the chairmen of the house appropriations and senate finance committees.

Any unexpended balance remaining in the first year shall not cancel but shall be available

for the second year of the biennium.

Subd. 3. St. Paul Learning Center 40,000

50,000

Any unexpended balance remaining in the first year shall not cancel but shall be available for the second year of the biennium.

The board shall report to the committee on finance of the senate and the committee on appropriations of the house of representatives by March 1, 1978 for the first year and January 1, 1979 for the second year on the use of the money in this appropriation.

Subd. 4. Student Loan Program-

State Matching

85,000

90,000

This appropriation shall be used as the state's matching share for any federal student aid or loan programs.

Any unexpended balance remaining in the first year shall not cancel

but shall be available for the second year of the biennium.

Subd. 5. State Community College

Board Contingent

300,000

Any unexpended balance remaining in the first year shall not cancel but shall be available for the second year of the biennium.

This appropriation shall be expended with the approval of the governor after consultation with the legislative advisory commission, as provided by Minnesota Statutes, Section 3.30.

Repairs and Betterments Subd. 6. Any unexpended balances remaining

405,431

374,760

in the first year shall not cancel

but shall be available for the second year of the biennium.

Subd. 7. Special Assessments

Sec. 6. UNIVERSITY OF MINNESOTA

235,215.

Subdivision 1. Operations and

Maintenance

150,521,248 156,979,440

These appropriations are made from:

- (a) Income derived from investment of the permanent university fund, which is appropriated to the university as provided in Minnesota Statutes, Section 137.022. It is estimated that this income will not exceed \$2,500,000 for the first year and \$2,500,000 for the second year; and
- (b) The general fund. It is estimated that the amount required from the general fund will be at least \$148,021,248 for the first year and \$154,479,440 for the second year.

On October 1, 1978 and 1979 the president of the university of Minnesota shall furnish the house appropriations and senate finance committees and the commissioner of finance the following information:

- (1) The total amount of receipts during the fiscal year 1978 from all sources in excess of \$68,889,000 and during the fiscal year 1979 from all sources in excess of \$72,929,000;
- (2) The sources of these receipts; and
- (3) The purposes for which any excess receipts were expended and accounts to which transferred.

The board of regents shall certify to the commissioner of finance at the end of each quarter the amount of earnings derived from the investment of the permanent university fund.

If this income during any fiscal year exceeds the amounts stated in (a) above, the amount payable from the general fund shall be reduced accordingly.

The university is requested to review the staffing patterns at the two technical campuses. Recommendations leading toward equalization shall be included in the 1979 budget request.

In preparing the university's legislative budget request for the 1979-1981 biennium, all projected income from student tuition shall be based on a charge per credit hour schedule.

The university shall explore the possibility of developing and implementing a self insurance program. A report of the findings and recommendations shall be submitted to the legislature no later than January 15, 1978.

Any excess funds in the above appropriation resulting from delayed completion or occupancy of new space as projected in the budget document shall cancel to the general fund

In the event that federal funds continue to be available for CETA positions at the Duluth and Morris campus, the appropriated state funds shall cancel.

The university is directed to take the necessary steps to insure faculty salary equalization among the twin cities and coordinate campuses and submit a progress report to the legislature by January 15, 1979.

Subd. 2. Equipment Replacement 500,000 500,000 Subd. 3. Student Loans - State

Matching 250,000 250,000

This appropriation shall be used as the state's matching share for any federal student aid or loan program. Any unexpended balance remaining in the first year shall not cancel but shall be available for the second year of the biennium.

Subd. 4. Library Supplement 1,186,300 1,186,300 Subd. 5. Intercollegiate

Subd. 5. Intercollegiate Athletics 594,400 660,200

This appropriation shall be used only for the support of a women's intercollegiate athletic program.

Subd. 6. Summer School Tuition

and Continuing Education Supplement 772,521 772,521 The board of regents shall expend this money to equalize tuition rates among undergraduate students for regular session, summer session and extension programs in order to facilitate to the maximum the use of campus units, buildings and staff.

Subd. 7. Graduate Residency

Program . 2,967,128 2,967,128

All hospitals receiving any portion of this appropriation shall furnish the house appropriations and senate finance committees with a full report no later than March 1, 1978, of all actual and reasonable costs resulting from graduate family practice residency education, and all fees and income to the hospital generated by the graduate residents in family practice and the purposes for which this money was expended. Expenditures from this appropriation shall be made only for activities directly related to the training of doctors in family practice.

Subd. 8. Medical Services and

Instruction 1,086,802 1,086,802

This appropriation includes money for the rural health physicians' associate program, drug abuse information and education, and public health and nurse clinician generalist

program. The university shall submit a progress report on the drug abuse program by January 15, 1979.

Subd. 9. Health Sciences

Contingent

3,563,126

Portions or all of the above appropriation shall become available upon submission of required documentation that federal health sciences capitation funds have been reduced or phased out. Replacement of any capitation grant losses or reductions shall be computed by using the fiscal year 1976 level as the base year. All requests shall be reviewed by the chairmen of the house appropriations and senate finance committees whose recommendations shall be advisory only. Failure to make a recommendation promptly shall be deemed a negative recommendation.

Subd. 10. Duluth Campus

(a) Basic Sciences Program

for Medical Training	1,681,166	1,895,433
(b) Dental Hygiene Program	199,156	199,156
(c) Graduate School of Social Work	378,594	378,594
Subd. 11. Special -		

Civil Service Salary and Fringe

adjustments

2,365,964 3,527,891

Sec. 7. UNIVERSITY OF MINNESOTA;

RESEARCH

Subdivision 1. General Research 1,390,340 1,390,

This appropriation is, as the board of regents may direct, for general research, business and economic research including Duluth, training for careers in fire prevention and protection, center for urban and regional affairs, museum of natural history, and juvenile justice seminar.

Subd. 2. General Agricultural

Research

6,027,964 6,027,964

56,136

This appropriation includes money for research on aquatic plants (including wild rice), soybeans, avian disease, corn improvement and irrigation.

Subd. 3. Hormel Institute -

Austin 105,000 105,000

To support the operation of the institute and to promote research by the institute.

Subd. 4. Medical Research 1,203,524 1,233,524

Subd. 5. Veterinary Diagnostic
Laboratory and Teaching Hospital 636,203 636,203

Subd. 6. Geological Survey 427,514 427,514 Subd. 7. Lake Superior Basin

Studies 56,136

The university shall submit a progress report to the 1979 legislature.

Subd. 8. Freshwater Biological
Research Institute 154,209 154,209

Sec. 8. UNIVERSITY OF MINNESOTA;

COMMUNITY SERVICES

Subdivision 1. Agricultural

Extension Service 5,728,879 5,750,000

This appropriation includes money for agriculture extension work, county agricultural agents, home demonstration and 4-H club work, and soil conservation. Any salary

increases granted by the university to personnel paid from this appropriation shall not result in a reduction of the county portion of the salary payments.

This appropriation includes money each year for the potato and sugar beet extension program in the Red River Valley, contingent on an equal amount being provided by the state of North Dakota.

Subd. 2. For State's Share of Expenses

of County Indigent Patients 2,000,000 2,000,000

Subd. 3. Special Hospitals,

Community Service, and Educational

Offset 5,205,846 5,205,846

Fees for service furnished to counties and individuals under this program shall be sought to augment the money appropriated; the fees are appropriated to the university hospitals.

Industrial Relations Subd. 4.

Education Program

374,898

374.898

This appropriation includes money for short courses, programs, and seminars for labor and management.

Sec. 9. MAYO MEDICAL SCHOOL 1,184,000 1,208,000 The state of Minnesota shall pay a capitation of \$8,000 for each student who is a resident of Minnesota for a maximum of 40 such students in each class.

Sec. 10. WORKERS' COMPENSATION

For 1977 - \$108,971

To be transferred by the commissioner of finance to the department of labor and industry compensation revolving fund, in payment of obligations incurred by the following agencies in the amounts as indicated:

Community College Board

10,716

State University Board.

98,255

Sec. 11. UNEMPLOYMENT COMPENSATION

For 1977 - \$350,306

To the commissioner of finance for transfer to the unemployment compensation fund in reimbursement for unemployment compensation benefits paid to former employees of the following agencies in the amounts as indicated:

Community College System State University Board

63,007

285,955

Higher Education Coordinating Board

1.344

Sec. 12. Minnesota Statutes 1976, Section 120.17, Subdivision 7a, is amended to read:

- Subd. 7a. ATTENDANCE AT SCHOOL FOR THE HANDICAPPED. Responsibility for special instruction and services for a visually disabled or hearing impaired child attending the Minnesota school for the deaf or the Minnesota braille and sight-saving school shall be determined in the following manner:
- (a) The legal residence of the child shall be the school district in which his parent or guardian resides;.
- (b) When it is determined pursuant to section 128A.05, subdivisions 1 or 2 that the

child is entitled to attend either school, the state board shall provide the appropriate educational program for the child. The state board shall make a tuition charge to the child's district of residence for the actual cost of providing the program; provided, however, that the amount of tuition charged shall not exceed \$2,000 for any school year. The district of the child's residence shall pay the tuition and may claim foundation aid for the child. All tuition so received shall be deposited in the state treasury; subject to the order of the state board:

- (c) When it is determined that the child can benefit from public school enrollment but that the child should also remain in attendance at the applicable school, the school district where the institution is located shall provide an appropriate educational program for the child and shall make a tuition charge to the state board for the actual cost of providing the program, less any amount of aid received pursuant to section 124.32. The state board shall pay the tuition and other program costs including the unreimbursed transportation costs. Aids for handicapped children shall be paid to the district providing the special instruction and services. Special transportation shall be provided by the district providing the educational program and the state shall reimburse such district within the limits provided by law.
- Sec. 13. Minnesota Statutes 1976, Section 128A.02, Subdivision 3, is amended to read:
- Subd. 3. The state board may employ central administrative staffs and other personnel as necessary to provide and support programs and services in each school. The residential school administrator shall serve in the unclassified service at the pleasure of the commissioner of education. These schools shall be deemed to be public schools for the purposes of sections 125.03 and 125.04, and all teachers as defined in those sections who are employed at these schools shall be subject to the standards of the board of teaching and the state board of education; provided that any teacher who does not meet these standards as of July 1, 1977 shall be required to meet these standards by September 15, 1978 1980 in order to continue in employment.
- Sec. 14. Minnesota Statutes 1976, Section 128A.06, Subdivision 1, is amended to read:
- 128A.06 ADMITTANCE AND DISCHARGE. Subdivision 1. The admissions and discharge committee of each school shall include the field consultant of the applicable sehool and four five members who are knowledgeable in the fields of hearing impairment or visual disability, as applicable, to be appointed by the state board.
  - Sec. 15. Minnesota Statutes 1976, Section 128A.07, is amended to read:
- 128A.07 EXPENSE OF PUPILS. Any individual attending the school for the deaf or the braille and sight-saving school shall be provided, by the person legally liable for his support, with sufficient funds to furnish him with proper clothing, postage, and necessary incidental expenses. If the person legally liable for his support is unable to make these provisions for him, the county welfare board of the county of which he is a resident shall pay to the superintendent of the school in which he is a pupil a sum to be fixed by the

commissioner of education pursuant to rules promulgated by the state board. In addition, the school district of residence shall be liable for the actual transportation of the pupil to and from the school in which he is a pupil.

Applicants from other states who can benefit by being enrolled may be accepted so long as acceptance does not preclude acceptance of an eligible Minnesota resident. The commissioner of education shall obtain reimbursement from other states for the costs incurred in connection with nonresidents accepted and may contract with the appropriate authorities of other states to effect reimbursement. All money received from other states shall be paid to the state treasurer and placed in the general fund subject to the order of the state board.

- Sec. 16. Minnesota Statutes 1976, Section 136A.121, Subdivision 3, is amended to read:
- Subd. 3. ALLOCATION AND AMOUNT. (1) Scholarships and grants-in-aid shall be awarded annually on a funds available basis to those first year students and transfer students applicants for initial awards and applicants for renewal awards who meet the board's requirements;
- (2) A financial stipend shall accompany scholarship awards if the scholarship winner demonstrates financial need and will attend an eligible institution. Financial stipends shall range from a maximum of \$1,100 to a minimum of \$100 but in no event shall exceed one-half of the applicant's financial need or an amount which if combined with the amount of a federal basic educational opportunity grant for which the applicant is eligible equals 75 percent of the applicants' need, whichever is lesser. Scholarship winners who do not demonstrate financial need under criteria prescribed by the board shall be awarded honorary scholarships;
- (3) A financial stipend based on financial need shall accompany grants-in-aid. Financial stipends shall range from a maximum of \$1,100 to a minimum of \$100, but in no event shall exceed one-half of the applicant's financial need or an amount which if combined with the amount of a federal basic educational opportunity grant for which the applicant is eligible equals 75 percent of the applicants' need, whichever is lesser;
- (4) In dispensing available funds in a given year, priority shall be given on the following basis:

Renewal scholarships and grants-in-aid.

Thereafter, until the funds are exhausted, to first year and transfer applicants, on the basis of their rank in the case of scholarships, and on the basis of need with first year and transfer applicants treated as a single pool of applicants in the case of grants-in-aid, as determined by standards prescribed by the board.

(5) Each scholarship or grant-in-aid shall be awarded for one academic year but shall be renewable until a total of eight semesters or twelve quarters or their equivalent have been covered, or a baccalaureate degree obtained, whichever occurs first;

- (6) Each scholarship or grant-in-aid shall be renewable, contingent on continued residency in Minnesota, United States citizenship, satisfactory academic standing and recommendation of the college or vocational school and, in the case of financial assistance, evidence of continued need:
  - (7) The student must apply for renewal of his scholarship or grant-in-aid each year;
  - (8) The student must continue to attend an eligible institution;
- (9) All scholarship winners shall be notified of their award by the board and shall be given appropriate evidence of the award;
  - (10) All grant-in-aid recipients shall be duly notified thereof by the board;
- (11) Financial scholarships and grants-in-aid awarded under the terms of sections 136A.09 to 136A.131 shall be applied to educational costs in the following order: tuition, fees, books, supplies and other expenses. Unpaid portions of such awards shall revert to the board scholarship or grant-in-aid account.
  - Sec. 17. Minnesota Statutes 1976, Section 141.24, is amended to read:
- 141.24 ADVISORY COUNCIL. The Minnesota advisory council on private trade, business and correspondence schools is hereby created consisting of 16 members to be appointed by the state board of education as follows: two members, each from trade, business, correspondence, and paramedical schools; one member each representing the secondary school principals and guidance counselors; one member representing agriculture, business or management, organized labor, and health occupations, and two members representing the general public. The state board of education shall appoint such members to the advisory council within 30 days of November 15, 1969. Each member shall be appointed for a four year term except that in making appointments for the first term, the state board of education shall, so far as practicable appoint eight members representative of each category, for a two year term. The council shall expire and the terms, compensation and removal of members shall be as provided in section 15.059. The state board of education shall appoint the council chairman from the council membership and the secretary from the professional staff of the department of education who will serve ex officio. The attorney general shall appoint an attorney to serve as legal counsel for the council. The council shall advise the commissioner and the state board of education in promoting the growth, ethical, economic, and successful operation of the schools subject to the act in informing the public by the dissemination of public information regarding private business, trade, and correspondence schools licensed pursuant to this chapter, provided that data obtained pursuant to section 141.30 shall not be divulged except as therein provided; protecting the interests of the prospective and enrolled students of such schools; and advising the commissioner and the state board of education in formulating rules and regulations contemplated in section 141.23.
  - Sec. 18. Minnesota Statutes 1976, Section 141.36, is amended to read:
- 141:36 PUBLIC POLICY. It shall be the public policy of the state to protect all

  Changes or additions indicated by underline deletions by strikeout

persons and schools covered by sections 141.21 to 141.36 from unfounded charges, complaints or harassment, and to promote the growth; ethical, economic and successful operation of the schools subject to sections 141.21 to 141.36, and to protect the interests of prospective and enrolled students and to inform the public by the dissemination of public information regarding private business, trade, and correspondence schools licensed pursuant to this chapter, provided that data obtained pursuant to section 141.30 shall not be divulged except as therein provided.

Sec. 19. Minnesota Statutes 1976, Section 197.78, is amended to read:

197.78 STATE EDUCATIONAL PROGRAMS UNAVAILABLE THROUGH FEDERAL PROGRAMS. Subdivision 1. The state board of education shall foster and support educational programs for the benefit of veterans to assure that no Minnesotan shall be deprived of his earned veterans benefits by virtue of the unavailability of programs for which the veteran is entitled to enroll and receive subsistence, tuition, and other benefits under federal programs. It shall be the responsibility of the state board to measure the demand for veterans service educational programs based on the criteria mandated by federal veterans benefits laws and to authorize, promote, and make grants within appropriated amounts to assure such program availability.

- Subd. 2. The state board of education is authorized to maintain a contractual relationship with the United States as authorized by 38 U.S.C., Chapter 36, and subsequent amendments thereto, in which the state board shall agree to act as the state approving agency for purposes of federal veterans' educational benefits. The state board of education shall also have authority to adopt rules and regulations to fulfill its obligations as the state approving agency.
- Sec. 20. [120.81] MINNESOTA EDUCATIONAL COMPUTING CONSORTIUM, RECEIPTS. Subdivision 1. Effective October 1, 1977, no funds appropriated by the state shall be transferred to or expended with or by the Minnesota educational computing consortium unless the consortium adheres to the provisions of Minnesota Statutes, Chapters 15, 16, excepting sections 16.90 and 16.94 thereof, 16A and 43.
- Subd. 2. Notwithstanding the provisions of subdivision 1, the consortium is authorized to maintain a revolving fund for all receipts derived from computer services provided by the consortium and further provided that the consortium board may establish one management position in the unclassified service.
- Sec. 21. [120.82] MINNESOTA EDUCATIONAL COMPUTING CONSORTIUM, CONTRACTS. The Minnesota educational computing consortium, created and now existing pursuant to Minnesota Statutes, Section 471.59, its members and elementary-secondary and vocational school regional computing centers, are authorized to provide computer services to private educational institutions and to other individuals or groups in the event that MECC has computer service capabilities in excess of need and to establish and collect fees therefor. Provided, however, that the fees shall in no event be less than the cost of providing the services.

Sec. 22. [136A.55] There is hereby created a post-secondary education consortium for southwestern and west central Minnesota which shall have its principal office at southwest state university at Marshall. The purpose of the consortium shall be to improve the efficiency and effectiveness of post-secondary education, through increased interinstitutional cooperation and planning, in the area served by southwest state university and the university of Minnesota at Morris.

The consortium shall be coordinated by a southwestern and west central Minnesota post-secondary education consortium board consisting of: the provost of the university of Minnesota, or his designee; the chancellor of the state university system, or his designee; the chancellor of the community college system, or his designee; the assistant commissioner for vocational-technical education within the state department of education, or his designee; the executive director of the higher education coordinating board, or his designee; and three persons representing the public at large who shall be appointed by the governor.

The board shall appoint an advisory committee consisting of: the provost at the university of Minnesota at Morris; the presidents of southwest state university and the community colleges at Willmar and Worthington; the directors of the vocational-technical institutes located in the area served; and seven citizen members who shall be residents of the area served by southwest state university. The citizen members shall be appointed for terms of two years, except that three of the initial appointments shall be for terms of one year. No more than one citizen member shall be appointed from a county.

The board is authorized to hire staff and incur other expenses as necessary for the purposes of this act.

Sec. 23. REPEALER, Minnesota Statutes 1976, Section 128A.08, is repealed.

Approved June 8, 1977.

# CHAPTER 450-H.F.No.1630

## [Coded in Part]

An act relating to claims against the state; appropriating money for the payment thereof; establishing procedures for consideration of certain claims.

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

Section 1. CLAIMS AGAINST THE STATE. Subdivision 1. The sums of money set forth in this section are appropriated from the general fund to the persons named in full and final payment of claims against the state.

Subd. 2. Robert H. Emanuel, Box 405, Route 2, Maiden Rock, Wisconsin 54750, for damages resulting from an erroneous commitment to Ramsey county workhouse ............ \$10,000