nection with the protection of the fund; -

- (d) All expenses of operating and maintaining the association; and
- (e) Hospital and welfare—medical insurance or nonprofit medical service plans for pensioners and widows to the extent of not to exceed one unit per month as provided in the bylaws of the association, such one unit to be added to the pension otherwise provided for herein; provided that a pensioner or widow may in writing authorize a deduction from their pension for an insurance plan adopted by the association.
- Sec. 2. This act shall be effective upon approval by the governing body of the city of Mineapolis and upon compliance with the provisions of Minnesota Statutes, Section 645.021.

Approved June 4, 1975.

CHAPTER 429—H.F.No.1596

[Not Coded]

An act relating to the city of Farmington; authorizing an increase in firemen's relief association lump sum service pensions.

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

- Section 1. FARMINGTON, CITY OF; FIREMEN'S RELIEF ASSO-CIATION. The firemen's relief association of the city of Farmington may provide in its certificate of incorporation or bylaws for a lump sum service pension in an amount which does not exceed \$500 per year of service if the retiring member receiving the pension qualifies for a monthly service pension under Minnesota Statutes, Section 69.06, notwithstanding the limitation imposed by section 69.06.
- Sec. 2. This act is effective upon approval by the Farmington city council and upon compliance with Minnesota Statutes, Section 645.021.

Approved June 4, 1975.

CHAPTER 430—H.F.No.1638

An act relating to education; higher education coordinating commission; work-study program for post-secondary students; defining eligibility and setting guidelines for payments; amending Minnesota Statutes 1974, Sections 136A.231; 136A.232; and 136A.233.

Changes or additions indicated by underline deletions by strikeout

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

Section 1. Minnesota Statutes 1974, Section 136A.231, is amended to read:

- 136A.231 EDUCATION; POST-SECONDARY STUDENTS; WORK-STUDY PROGRAMS. The legislature has found and hereby declares that a state work-study program of work study grants and scholarships is in the best interests of the state in that such a program can (1) assist in meeting the financial needs of students (2) provide the opportunity for students to obtain valuable learning service experiences and (3) assist governmental and nonprofit service agencies by providing student assistance at low cost.
- Sec. 2. Minnesota Statutes 1974, Section 136A.232, is amended to read:
- 136A.232 ADMINISTRATION; AGREEMENTS WITH EDUCATIONAL FACILITIES. The higher education coordinating commission shall develop and administer a work-study program. The commission shall enter into agreements with students; institutions of post-secondary education; and eligible work-study agencies for conducting such a program.
- Sec. 3. Minnesota Statutes 1974, Section 136A.233, is amended to read:
- 136A.233 STUDENT AID. Subdivision 1. Notwithstanding the provisions of sections 136A.09 to 136A.13, the higher education coordinating commission may offer work-study scholarships and grants to recipients of state scholarships and grants in aid as follows: post-secondary institutions according to the full time equivalent enrollment of all eligible post-secondary institutions that apply to participate in the program. "Eligible post-secondary institution" means any post-secondary institution eligible for participation in the Minnesota state scholarship and grant program as specified in section 136A.101, subdivision 4.
- (a) The students selected to receive a state scholarship or state grant-in-aid shall have the option of electing to receive a work-study scholarship or grant equal to approximately 75 percent of his need, but not to exceed 80 percent of his need, provided that the institution of attendance can arrange a suitable work-study experience under rules and regulations adopted by the commission.
- (b) The difference between the amount of stipend offered to the student as a grant or a scholarship and the amount of stipend available to the student under a work-study scholarship or grant shall be paid by the agency in which the student obtains the work experience.
- (e) Work-study experiences shall be permissible in governmental

 Changes or additions indicated by <u>underline</u> deletions by strikeout

and nonprofit public service agencies approved by the commission, except that institutions of post-secondary education shall not be eligible.

<u>Subd. 2. For purposes of this subdivision, the following words</u> have the meanings ascribed to them:

"Eligible student" means a Minnesota resident enrolled or intending to enroll full time in a Minnesota post-secondary institution.

"Financial need" means the need for financial assistance in order to attend a post-secondary institution as determined by a post-secondary institution according to guidelines established by the higher education coordinating commission.

"Eligible employer" means any eligible post-secondary institution and any nonprofit, nonsectarian agency located in the state of Minnesota.

Work-study payments shall be made to eligible students by postsecondary institutions as follows:

- (a) Students shall be selected for participation in the program by the post-secondary institution on the basis of student financial need.
- (b) No eligible student shall be employed under the state workstudy program during the period when he or she is not a full time student.
- (c) Students will be paid for hours actually worked and the maximum hourly rate of pay shall not exceed the maximum hourly rate of pay permitted under the federal college work-study program.
- (d) Minimum pay rates will be determined by an applicable federal or state law.
- (e) Not less than 20 percent of the compensation paid to the student under the state work-study program shall be paid by the eligible employer.
- (f) Not more than 50 percent of the institution's work-study allocation shall be used to employ students by the post-secondary institutions under the provisions of this program.
- (g) The percent of the institution's work-study allocation provided to graduate students shall not exceed the percent of graduate student enrollment at the participating institution.

Approved June 4, 1975.

Changes or additions indicated by underline deletions by strikeout