possession any fermented malt liquor, upon which no tax has been paid to any state or foreign government, if such person intends to sell such fermented malt liquor and if such person is without authority to have such untaxed fermented malt liquor. The commissioner of public safety and his or the commissioner of revenue or their designated inspectors and employees are hereby authorized and empowered to seize and confiscate in the name of the state of Minnesota any such untaxed intoxicating liquor and, in the case of fermented malt liquor such fermented malt liquor, if intended for sale. The Either commissioner shall seize and confiscate any material, apparatus, vehicle or conveyance used in the illegal manufacture, sale, possession or storage of any intoxicating liquor or any vehicle or conveyance used in the transportation of such intoxicating liquor or fermented malt liquor subject to seizure hereunder, material, or apparatus in possession, under control, sold, or transported in any manner in violation of sections 340.07 to 340.96, and to immediately arrest and as soon as possible make proper complaint in court against any person or persons in charge of the vehicle or conveyance seized.

Sec. 9. Minnesota Statutes 1976, Section 340.55, is amended to read:

340.55 FELONIES. Every manufacturer or wholesaler and any one licensed to sell intoxicating liquor, who evades or attempts to evade, a payment of the tax thereon or fraudulently neglects or refuses to keep full and complete accounts in the book or books of accounts, or who refuses or neglects to make true and exact entries and reports of the same in the manner as required by the rules and regulations prescribed by the commissioner of public safety and the commissioner of revenue, or in any manner required by law, or who in any manner conspires to violate any provision of sections 340.44 to 340.56, or fails to do or cause to be done any of the things required by law to be done by such person, or who intentionally makes false entry in the book or in any statement, pertaining to his business, as contemplated in sections 340.44 to 340.56, or any one who shall refill or cause to be refilled a bottle or container which previously had contained intoxicating liquor, for the purpose of evading the payment of the tax thereon, or any person who in any manner sells intoxicating liquor without the proper Minnesota excise tax having been paid thereon, and who thereby evades, avoids and defrauds the state of the payment of the tax upon such intoxicating liquor shall be guilty of a felony.

Sec. 10. EFFECTIVE DATE. This act shall be effective the day following its final enactment.

Approved June 2, 1977.

#### CHAPTER 408—H.F.No.1015

## [Coded in Part]

An act relating to human rights; clarifying the scope of sex discrimination; providing for an appeal by the commissioner; amending Minnesota Statutes 1976, Sections 363.01, by adding a subdivision; 363.02, Subdivision 1; 363.03, Subdivision 1; 363.05, Subdivision 1; 363.072, Subdivision 1.

Changes or additions indicated by underline deletions by strikeout

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

- Section 1. Minnesota Statutes 1976, Section 363.01, is amended by adding a subdivision to read:
- <u>Subd.</u> 29. SEX DISCRIMINATION; CLARIFICATION. <u>"Sex" includes, but is not</u> limited to, pregnancy, childbirth, and disabilities related to pregnancy or childbirth.
  - Sec. 2. Minnesota Statutes 1976, Section 363.02, Subdivision 1, is amended to read:
- 363.02 EXEMPTIONS. Subdivision 1. EMPLOYMENT. The provisions of section 363.03, subdivision 1, shall not apply to:
  - (1) The employment of any individual
  - (a) by his parent, grandparent, spouse, child, or grandchild, or
  - (b) in the domestic service of any person.
- (2) A religious or fraternal corporation, association, or society, with respect to qualifications based on religion, when religion shall be a bona fide occupational qualification for employment.
- (3) The employment of one person in place of another, standing by itself, shall not be evidence of an unfair discriminatory practice.
- It is not an unfair employment practice for an employer, employment agency or labor organization:
- (i) to require a person to undergo physical examination for purpose of determining the person's capability to perform available employment; or
- (ii) to conduct an investigation as to the person's medical history for the purpose of determining the person's capability to perform available employment; or
- (iii) to limit receipt of benefits payable under a fringe benefit plan for disabilities to that period of time which a licensed physician reasonably determines a person is unable to work; or
- (iv) to provide special safety considerations for pregnant women involved in tasks which are potentially hazardous to the health of the unborn child, as determined by medical criteria.
  - Sec. 3. Minnesota Statutes 1976, Section 363.03, Subdivision 1, is amended to read:
- 363.03 UNFAIR DISCRIMINATORY PRACTICES. Subdivision 1. EMPLOYMENT. Except when based on a bona fide occupational qualification, it is an unfair employment practice:
- Changes or additions indicated by underline deletions by strikeout

- (1) For a labor organization, because of race, color, creed, religion, national origin, sex, marital status, status with regard to public assistance or disability,
- (a) to deny full and equal membership rights to a person seeking membership or to a member:
  - (b) to expel a member from membership;
- (c) to discriminate against a person seeking membership or a member with respect to his hire, apprenticeship, tenure, compensation, terms, upgrading, conditions, facilities, or privileges of employment; or
- (d) to fail to classify properly, or refer for employment or otherwise to discriminate against a person or member.
- (2) For an employer, because of race, color, creed, religion, national origin, sex, marital status, status with regard to public assistance or disability,
- (a) to refuse to hire or to maintain a system of employment which unreasonably excludes a person seeking employment; or
  - (b) to discharge an employee; or
- (c) to discriminate against a person with respect to his hire, tenure, compensation, terms, upgrading, conditions, facilities, or privileges of employment;
- (3) For an employment agency, because of race, color, creed, religion, national origin, sex, marital status, status with regard to public assistance or disability,
- (a) to refuse or fail to accept, register, classify properly, or refer for employment or otherwise to discriminate against a person; or
- (b) to comply with a request from an employer for referral of applicants for employment if the request indicates directly or indirectly that the employer fails to comply with the provisions of this chapter;
- (4) For an employer, employment agency, or labor organization, before a person is employed by an employer or admitted to membership in a labor organization, to
- (a) require the person to furnish information that pertains to race, color, creed, religion, national origin, sex, marital status, status with regard to public assistance or disability, unless, for the purpose of national security, information pertaining to national origin is required by the United States, this state or a political subdivision or agency of the United States or this state, or for the purpose of compliance with the public contracts act or any rule, regulation or laws of the United States or of this state requiring information pertaining to race, color, creed, religion, national origin, sex, marital status, status with regard to public assistance or disability is required by the United States or a political subdivision or agency of the United States; or

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- (b) cause to be printed or published a notice or advertisement that relates to employment or membership and discloses a preference, limitation, specification, or discrimination based on race, color, creed, religion, national origin, sex, marital status, status with regard to public assistance or disability.
- (5) For an employer, an employment agency or a labor organization, with respect to all employment related purposes, including receipt of benefits under fringe benefit programs, not to treat women affected by pregnancy, childbirth, or disabilities related to pregnancy or childbirth, the same as other persons who are not so affected but who are similar in their ability or inability to work.
  - Sec. 4. Minnesota Statutes 1976, Section 363.05, Subdivision 1, is amended to read:
- 363.05 DUTIES OF COMMISSIONER. Subdivision 1. FORMULATION OF POLICIES. The commissioner shall formulate policies to effectuate the purposes of this chapter and shall:
- (1) Exercise leadership under the direction of the governor in the development of human rights policies and programs, and make recommendations to the governor and the legislature for their consideration and implementation;
- (2) cooperate and consult with the appropriate commissioners of education, labor and industry, public welfare, economic development, and natural resources, and with the secretary of the state board of health and agencies in developing plans and programs to most effectively serve the needs of Indians and to assist women in the areas designated in section 363.04, subdivision 7, to assist women and to fulfill the purposes of chapter 363;
- (3) establish and maintain a principal office in St. Paul, and any other necessary branch offices at any location within the state;
  - (4) meet and function at any place within the state;
- (5) employ such hearing examiners, attorneys, clerks and other employees and agents as he may deem necessary and prescribe their duties;
- (6) to the extent permitted by federal law and regulation, utilize the records of the department of employment services of the state when necessary to effectuate the purposes of this chapter;
- (7) obtain upon request and utilize the services of all state governmental departments and agencies;
- (8) adopt suitable rules and regulations for effectuating the purposes of this chapter;
- (9) issue complaints, receive and investigate charges alleging unfair discriminatory practices, and determine whether or not probable cause exists for hearing;
- Changes or additions indicated by underline deletions by strikeout

- (10) subpoena witnesses, administer oaths, take testimony, and require the production for examination of any books or papers relative to any matter under investigation or in question; authorize hearing examiners to exercise the authority conferred by this clause;
- (11) attempt, by means of education, conference, conciliation, and persuasion to eliminate unfair discriminatory practices as being contrary to the public policy of the state:
  - (12) conduct research and study discriminatory practices;
- (13) publish and distribute the results of research and study when in the judgment of the commissioner the purposes of this chapter, will be served thereby;
- (14) develop and conduct programs of formal and informal education designed to eliminate discrimination and intergroup conflict by use of educational techniques and programs he deems necessary;
- (15) make a written report of the activities of the commissioner to the governor each year and to the legislature by November 15 of each even-numbered year;
- (16) accept gifts, bequests, grants or other payments public and private to help finance the activities of the department;
- (17) create such local and statewide advisory committees as will in his judgment aid in effectuating the purposes of the department of human rights;
  - (18) appoint a hearing examiner to preside at a public hearing on any complaint;
- (19) develop such programs as will aid in determining the compliance throughout the state with the provisions of this chapter, and in the furtherance of such duties, conduct research and study discriminatory practices based upon race, color, creed, religion, national origin, sex, disability, marital status or status with regard to public assistance, or other factors and develop accurate data on the nature and extent of discrimination and other matters as they may affect housing, employment, public accommodations, schools, and other areas of public life;
- (20) develop and disseminate technical assistance to persons subject to the provisions of this chapter, and to agencies and officers of governmental and private agencies;
- (21) provide staff services to such advisory committees as may be created in aid of the functions of the department of human rights;
- (22) make grants in aid to the extent that appropriations are made available for such purpose in aid of carrying out his duties and responsibilities, but no grant in aid shall be made without first obtaining the advice and consent of the board;

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- (23) develop educational programs, community organization programs, leadership development programs, motivational programs, and business development programs for the benefit of those persons theretofore and hereafter subject to prejudice and discrimination; and
- (24) provide information for and direction to a program designed to assist Indian citizens to assume all the rights, privileges, and duties of citizenship; and to coordinate and cooperate with local, state and national and private agencies providing services to the Indian people.
- Sec. 5. Minnesota Statutes 1976, Section 363.072, Subdivision 1, is amended to read:
- 363.072 DISTRICT COURT, REVIEW ORDERS OF PANEL OR EXAMINER. Subdivision 1. The commissioner or any person aggreed by a final decision of the department reached after a hearing held pursuant to section 363.071 may seek judicial review pursuant to section 15.0424.

Sec. 6. This act is effective the day following final enactment.

Approved June 2, 1977.

#### **CHAPTER 409—H.F.No.1030**

## [Coded in Part]

An act relating to health care plans; requiring minimum anticipated loss ratios for certain insurance plans; eliminating certain open enrollment requirements for nonprofit health service plans; revising the Minnesota comprehensive health insurance act of 1976; revising the Minnesota catastrophic health expense protection act of 1976; making necessary improvements and corrections; further prescribing the powers and duties of the commissioner of insurance; further prescribing the powers and duties of the commissioner of public welfare; providing a limitation on medical assistance; amending Minnesota Statutes 1976, Chapter 62E, by adding a section; and Sections 62A.02, Subdivision 3; 62A.17, Subdivision 6; 62D.10, Subdivision 1; 62E.02, Subdivisions 2, 8, 11 and 21; 62E.03, Subdivision 2; 62E.04, Subdivision 4, and by adding a subdivision; 62E.06; 62E.08; 62E.09; 62E.10, Subdivisions 1, 3, and 7; 62E.11, Subdivision 5; 62E.13, Subdivisions 2 and 4; 62E.14, Subdivision 1; 62E.53; and 62E.54, Subdivision 1.

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

- Section 1. Minnesota Statutes 1976, Section 62A.02, Subdivision 3, is amended to read:
- Subd. 3. HEALTH PLANS AND INSURANCE; REVISION. The commissioner shall, within 30 days after the filing of any form, disapprove the form:
- Changes or additions indicated by underline deletions by strikeout