

4, subdivision 1. The monthly health and welfare benefit shall be an amount equal to one unit as defined pursuant to Laws 1963, Chapter 315, Section 1, Subdivision 3, for the Minneapolis police relief association, or Minnesota Statutes, Section 69.45, for the Minneapolis firefighters relief association, whichever is applicable. The monthly health and welfare benefit shall be paid to the retired member unless the retired member designates in writing that the amount be paid to an insurance carrier to defray the cost of any health or welfare related insurance coverage.

#### Sec. 7. SAVINGS CLAUSE.

Nothing in sections 2 to 6 impairs or diminishes the benefits paid to members, spouses, or children of a member of the Minneapolis police relief association or the entitlement that members, spouses, or children had to benefits before the effective date of sections 2 to 6.

#### Sec. 8. EFFECTIVE DATES.

Sections 2 to 7 are effective upon approval by the Minneapolis council and compliance with Minnesota Statutes, section 645.021.

Approved May 29, 1987

### CHAPTER 323—S.F.No. 905

*An act relating to appropriations; appropriating money to the commissioner of natural resources to replace income lost to state trust funds when certain timber permits were canceled; releasing timber from the trust for a five-year period; authorizing the commissioner of natural resources to sell, recycle or dispose of the timber; directing the disposition of income.*

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

#### Section 1. TRUST FUND INCOME; TIMBER PERMITS.

\$95,000 is appropriated from the general fund to the commissioner of natural resources to replace income lost to state trust funds when certain permits to cut timber on state trust fund lands were canceled by the state under Laws 1985, First Special Session chapter 13, section 219.

#### Sec. 2. TIMBER RELEASED FROM TRUST FOR FIVE-YEAR PERIOD; DISPOSITION OF INCOME.

Upon receipt by the permanent school fund of the funds necessary to replace lost income, as appropriated by section 1, the timber on the state trust fund lands covered by the canceled permits shall be released from the trust for a period of five years. During that five-year period the commissioner of natural resources shall attempt to sell, recycle, or dispose of the timber as otherwise provided by law. Any income generated during the five-year period shall be returned to the general fund to the extent of the funds actually received by the

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permanent school fund. Any excess shall be deposited in the forest suspense account.

Sec. 3. **EFFECTIVE DATE.**

This act is effective the day following final enactment.

Approved May 29, 1987

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**CHAPTER 324—H.F.No. 3**

*An act relating to labor; changing the minimum wage; amending Minnesota Statutes 1986, section 177.24, subdivision 1.*

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

Section 1. Minnesota Statutes 1986, section 177.24, subdivision 1, is amended to read:

Subdivision 1. **AMOUNT.** (a) For purposes of this subdivision, the terms defined in this paragraph have the meanings given them. "Federal covered employers" means those employers covered by the Federal Fair Labor Standards Act of 1938, as amended, (29 U.S.C. 201 et seq.). "State covered employers" means those employers not covered by the Federal Fair Labor Standards Act of 1938, as amended, and covered by the Minnesota Fair Labor Standards Act, sections 177.21 to 177.35.

(b) Beginning January 1, 1982, Except as otherwise provided in sections 177.21 to 177.35, every federal covered employer must pay each employee who is 18 years of age or older wages at a rate of at least ~~\$3.35~~ \$3.55 an hour ~~and beginning January 1, 1988, \$3.85 an hour beginning January 1, 1989, and \$3.95 an hour beginning January 1, 1990.~~ Every state covered employer must pay each employee who is 18 years of age or older \$3.50 an hour beginning January 1, 1988, \$3.65 an hour beginning January 1, 1989, and \$3.80 an hour beginning January 1, 1990. Every federal covered employer must pay each employee under 18 wages at a rate of at least ~~\$3.02~~ \$3.20 an hour beginning January 1, 1988, \$3.47 an hour beginning January 1, 1989, \$3.56 an hour beginning January 1, 1990. Every state covered employer must pay each employee under 18 wages at a rate of at least \$3.15 an hour beginning January 1, 1988, \$3.29 an hour beginning January 1, 1989, and \$3.42 an hour beginning January 1, 1990.

(c) Notwithstanding paragraph (b), the minimum hourly wage for federal or state covered employees who receive \$35 or more in gratuities per month shall be \$3.35 an hour for those employees who are 18 years of age or older and \$3.02 an hour for those employees who are under 18 years of age. This paragraph applies only until January 1, 1989.

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