

collected in such manner as the commissioner may prescribe. Additional moneys arising from the weighing of animals by the commissioner, which have been collected and retained by any person, shall be paid on demand to the commissioner. All moneys collected by the commissioner shall be deposited in the state treasury and credited to the livestock weighing fund, and shall be paid out only on the order of the commissioner and the state's warrant.

Sec. 10. **EFFECTIVE DATE.** This act is effective July 1, 1977.

Approved May 26, 1977.

CHAPTER 300—H.F.No.1405

An act relating to state employees; providing for investment options for deferred compensation; amending Minnesota Statutes 1976, Section 352.96, Subdivisions 2, 3 and 4.

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

Section 1. Minnesota Statutes 1976, Section 352.96, Subdivision 2, is amended to read:

Subd. 2. **STATE EMPLOYEES; DEFERRED COMPENSATION INVESTMENT; PURCHASE OF SHARES.** The amount of compensation so deferred shall may be used to purchase:

(a) shares in the Minnesota supplemental retirement-fund established in section 11.18;

(b) saving accounts in federally insured financial institutions;

(c) life insurance contracts, fixed annuity and variable annuity contracts from companies which are subject to regulation by the insurance commissioner; or

(d) any combination of (a), (b) or (c) above, as specified by the participant.

The shares accounts or contracts so purchased shall stand in the name of the state of Minnesota or other employing unit, for the officer or employee whose deferred compensation purchased said shares, until distributed to said officer or employee in a manner agreed upon by the employee and the executive director of the Minnesota state retirement system, acting for the employer. Nothing in this subdivision shall be construed as to authorize an employer contribution, nor shall the state, the political subdivision, or other employing unit be responsible for any loss which may result from investment of the deferred compensation.

Sec. 2. Minnesota Statutes 1976, Section 352.96, Subdivision 3, is amended to read:

Changes or additions indicated by underline deletions by strikeout

Subd. 3. **EXECUTIVE DIRECTOR TO ADMINISTER SECTION.** The provisions of this section shall be administered by the executive director of the Minnesota state retirement system pursuant to the provisions of subdivision 4. If the state board of investment so elects, it may solicit bids for options under subdivision 2, clauses (b) and (c). All contracts must be approved prior to execution by the state board of investment. All contracts shall provide that all options in subdivision 2 shall be presented in an unbiased manner, shall be presented in a manner so as to conform to applicable rules promulgated by the executive director, shall be reported on a periodic basis to all employees participating in the deferred compensation program, and shall not be the subject of unreasonable solicitation of state employees to participate in the program. The contract may not call for any person to jeopardize the tax-deferred status of moneys invested by state employees pursuant to this section. All costs or fees in relation to the options provided under subdivision 2, clause (c), shall be paid by the underwriting companies ultimately selected by the state board of investment.

Sec. 3. Minnesota Statutes 1976, Section 352.96, Subdivision 4, is amended to read:

Subd. 4. **EXECUTIVE DIRECTOR TO ESTABLISH RULES.** The executive director of the Minnesota state retirement system shall establish rules, ~~regulations,~~ and procedures to carry out the provisions of this section including allocation of administrative costs against the assets accumulated under this section. Funds to pay such costs are hereby appropriated from the fund or account in which the assets accumulated under this section are placed. Rules adopted after July 1, 1977, relating to the options provided under subdivision 2, clauses (b) and (c), must be approved by the state board of investment. A state employee shall not be permitted to make payments under a plan until the plan or applicable component thereof has been approved as to its tax-deferred status by the internal revenue service.

Sec. 4. **EFFECTIVE DATE.** This act is effective on the first day of the first payroll period after July 1, 1977.

Approved May 26, 1977.

CHAPTER 301—H.F.No.1498

[Coded in Part]

An act relating to public welfare; mandating the working of certain general assistance recipients; allowing the use of general assistance funds for the work equity program; empowering the commissioner of public welfare to contract for recipient services and grant distribution; amending Minnesota Statutes 1976, Sections 256D.02, by adding subdivisions; 256D.04; 256D.06, by adding a subdivision; and 256D.11, Subdivisions 1 and 4, and by adding subdivisions.

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

Section 1. Minnesota Statutes 1976, Section 256D.02, is amended by adding a
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