

purposes of the preceding sentence, contributions or payments made by the decedent's employer or former employer under a trust or plan described in clause (1) ~~or~~ (2) or (3) shall not be considered to be contributed by the decedent.

Sec. 2. *The provisions of this act shall become effective and apply in all cases where death occurs on or after July 1, 1963.*

Approved March 22, 1963.

CHAPTER 106—H. F. No. 554

An act relating to inheritance and transfer taxes and the appraisal of assets; amending Minnesota Statutes 1961, Section 291.23.

Be it enacted by the Legislature of the State of Minnesota:

Section 1. Minnesota Statutes 1961, Section 291.23, is amended to read:

291.23 **Inheritances, how appraised.** Every inheritance, devise, bequest, legacy, transfer, or gift upon which a tax is imposed under this chapter shall be appraised at its full and true value immediately upon the death of decedent, or as soon thereafter as may be practicable; provided, that when such devise, bequest, legacy, transfer, or gift shall be of such a nature that its full and true value cannot be ascertained, as herein provided, at such time, it shall be appraised in like manner at the time such value first becomes ascertainable; *further provided that if a federal estate tax return is filed and the alternate valuation under section 2032 of the Internal Revenue Code is elected for federal estate tax purposes, every inheritance, devise, bequest, legacy, transfer, or gift upon which a tax is imposed under this chapter shall be valued as of the applicable federal valuation date or dates.*

Sec. 2. *The provisions of this act shall become effective and apply in all cases where death occurs on or after July 1, 1963.*

Approved March 22, 1963.

CHAPTER 107—H. F. No. 555

An act relating to inheritance tax rates; amending Minnesota Statutes 1961, Section 291.03.

Be it enacted by the Legislature of the State of Minnesota:

Changes or additions indicated by italics, deletions by strikeout.

Section 1. Minnesota Statutes 1961, Section 291.03, is amended to read:

291.03 Inheritance taxes; rates. When the property or any beneficial interest therein passes by any such transfer where the amount of the property shall exceed in value the exemption or exemptions hereinafter specified, where applicable, the tax hereby imposed shall be:

(1) Where the person entitled to any beneficial interest in such property shall be the widow, minor or dependent child of the decedent, or any minor or dependent legally adopted child at the following prescribed rates:

1½% on that part of the first \$25,000 which exceeds the applicable exemption or exemptions specified in section 291.05, *clauses (3) through (7)*.

2% on the next \$25,000 or part thereof.

3% on the next \$50,000 or part thereof.

4% on the next \$50,000 or part thereof.

5% on the next \$50,000 or part thereof.

6% on the next \$100,000 or part thereof.

7% on the next \$100,000 or part thereof.

8% on the next \$100,000 or part thereof.

9% on the next \$500,000 or part thereof.

10% on the excess over \$1,000,000.

(2) Where the person or persons entitled to any beneficial interest in such property shall be the husband, adult child or other lineal descendant of the decedent, adult legally adopted child or issue, lineal ancestor of the decedent or any child to whom such decedent for not less than ten years prior to such transfer stood in the mutually acknowledged relation of a parent; provided, such relationship began at or before the child's fifteenth birthday and was continuous for said ten years thereafter, or any lineal issue of such mutually acknowledged child, at the following prescribed rates:

2% on that part of the first \$25,000 which exceeds the applicable exemption or exemptions specified in section 291.05, *clauses (3) through (7)*.

4% on the next \$25,000 or part thereof.

6% on the next \$50,000 or part thereof.

7% on the next \$100,000 or part thereof.

Changes or additions indicated by *italics*, deletions by ~~strikeout~~.

8% on the next \$200,000 or part thereof.

9% on the next \$600,000 or part thereof.

10% on the excess over \$1,000,000.

(3) Where the person or persons entitled to any beneficial interest in such property shall be the brother or sister or a descendant of a brother or sister of the decedent, a wife or widow of a son, or the husband of a daughter of the decedent, at the following prescribed rates:

6% on that part of the first \$25,000 which exceeds the applicable exemption or exemptions specified in section 291.05, *clauses (3) through (7)*.

8% on the next \$25,000 or part thereof.

10% on the next \$50,000 or part thereof.

12% on the next \$50,000 or part thereof.

14% on the next \$50,000 or part thereof.

16% on the next \$100,000 or part thereof.

18% on the next \$100,000 or part thereof.

20% on the next \$100,000 or part thereof.

22% on the next \$500,000 or part thereof.

25% on the excess over \$1,000,000.

(4) Where the person or persons entitled to any beneficial interest in such property shall be in any other degree of collateral consanguinity than is hereinbefore stated, or shall be a stranger in blood to the decedent, or shall be a body politic or corporate, at the following prescribed rates:

8% on that part of the first \$25,000 which exceeds the applicable exemption or exemptions specified in section 291.05, *clauses (3) through (7)*.

10% on the next \$25,000 or part thereof.

12% on the next \$50,000 or part thereof.

14% on the next \$50,000 or part thereof.

16% on the next \$50,000 or part thereof.

18% on the next \$100,000 or part thereof.

20% on the next \$100,000 or part thereof.

22% on the next \$100,000 or part thereof.

Changes or additions indicated by *italics*, deletions by ~~strikeout~~.

26% on the next \$500,000 or part thereof.

30% on the excess over \$1,000,000.

Approved March 22, 1963.

CHAPTER 108—H. F. No. 556

[Coded]

An act relating to inheritance and transfer taxes and the transfer of assets of a nonresident decedent; amending Minnesota Statutes 1961, Section 291.19 by adding a new subdivision thereto.

Be it enacted by the Legislature of the State of Minnesota:

Section 1. **Inheritance tax; assets of nonresident decedent.** Minnesota Statutes 1961, Section 291.19, is amended by adding a new subdivision to read:

Subd. 5 The consent of the commissioner of taxation to transfer or deliver personal property of a nonresident decedent as required under the provisions of this section shall not apply to intangibles exempt under the provisions of section 291.01, subdivision 1 (4), provided that an affidavit in the form and manner prescribed by the commissioner is submitted in duplicate to any depository of funds or to any corporation that would otherwise be required to secure a consent to transfer from the commissioner. One copy of the affidavit executed as herein provided shall be forwarded to the commissioner by the depository or corporation herein described.

Sec. 2. *The provisions of this act shall be effective and apply in all cases where death occurs on or after July 1, 1963.*

Approved March 22, 1963.

CHAPTER 109—H. F. No. 557

An act relating to inheritance and transfer taxes and the refundment thereof; amending Minnesota Statutes 1961, Section 291.32, Subdivision 1.

Be it enacted by the Legislature of the State of Minnesota:

Section 1. Minnesota Statutes 1961, Section 291.32, Subdivision 1, is amended to read:

Changes or additions indicated by italics, deletions by ~~strikeout~~.