

Sec. 2. Not to affect pending litigation.—This act shall not affect any bonds the validity of which is questioned in any litigation pending when this act shall take effect.

Approved February 5, 1937.

CHAPTER 15—S. F. No. 145

An act to amend Laws of 1935, Chapter 52, Section 7, relating to the distribution of money collected for delinquent taxes through certain condemnation proceedings and the payment of the indebtedness of townships and school districts lying wholly or partially within the condemned area.

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

Section 1. Distribution of tax collections.—That Section 7 of Chapter 52, Laws of 1935, be, and the same hereby is, amended so as to read as follows:

“Section 7. The court shall determine the amount of the bonded and floating indebtedness of each township and school district, lying wholly or partly within the area covered by any condemnation proceedings under this act, and the amount of cash available, and to become available from the payment or settlement of delinquent and current taxes, for the liquidation thereof, and shall deduct from the award of damages made to each owner of lands taxable for the payment of such indebtedness his pro rata share of the remainder of such indebtedness, computed upon the basis of the relative assessed value of his land to the total assessed value of all land taxable for the payment thereof, and the total amount of such deductions shall be paid to such township or school district, and shall be applied in redemption of such indebtedness.

Provided, that the foregoing shall not apply to any county wherein there are more than forty-seven full or fractional townships, and whose population, according to the last census, is not less than 15,000 or more than 20,000 and whose assessed valuation, exclusive of monies and credits, is not less than \$5,000,000 or more than \$15,000,000, but in any such county, all money available or to become available from the payment or settlement of delinquent or current taxes from any of the land included within the entire area to be acquired by any condemnation proceeding instituted and now pending for the acquisition of land under this act, shall be placed in a separate fund, and shall be used, apportioned and distributed as follows: The indebt-

edness of any school district or township lying wholly or partially within said area in such county above described shall be paid out of said fund to the extent that the assessed value of the land of such district or township lying within said project bears to the assessed value of all the land within such school district or township based upon the last assessment prior to the filing of the petition for the condemnation of said land and any balance remaining after the payment of such indebtedness shall be apportioned as follows: 10% to the state, 40% to the county, 20% to the townships and 30% to the school district. That part of the fund available or thus to become available to the several school districts and townships, after the payment of the indebtedness as provided for above, shall be proportioned among the respective school districts and townships located wholly or partially within the area in such county whether such school districts are unorganized or not in the same proportion as the assessed value of the land lying in each school district or township within the area of the project, bears to the assessed value of the land lying within the entire project, based upon the last assessment prior to the filing of the petition for the condemnation of said land, but the amount of indebtedness of any such school district or township which has been thus paid out of said fund shall be deducted from the amount that such school district or township would receive by such division and credited to the county revenue fund. Where the entire township within such county lies within the area of said project, or the township has become disorganized, or has ceased to function as a municipality, the money due or thus to become due the township and all the remaining balance of funds available or thus to become available to townships under the provisions hereof shall be paid into the general revenue fund of the county within which the township is located. Where the entire school district within such county lies within the area of the project or the school district has become disorganized prior to the distribution of the funds herein specified, the money thus becoming due the school district from the project, together with all the remaining balance available or thus to become available to unorganized school districts under the provision hereof shall be deposited with the County Treasurer to the credit of the unorganized school district."

Approved February 5, 1937.

CHAPTER 16—S. F. No. 233

An act to legalize payment of certain inheritance taxes.

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

Section 1. Payment of inheritance taxes legalized.—That when heretofore the full original amount of an inheritance tax has been