Section 1. Law amended.—Laws 1935, Chapter 386, Section 7, as amended by Extra Session Laws 1935-1936, Chapter 105, Section 2, is hereby amended to read as follows:

"Section 7. Auditor to cancel taxes.—Immediately after forfeiture to the state of any parcel of land, as provided by Laws 1935. Chapter 278, the county auditor shall cancel all taxes and tax liens appearing upon the records, both delinquent and current, and all special assessments, delinquent or otherwise. When the interest of a purchaser of state trust fund land sold under certificate of sale, or of his heirs or assigns or successors in interest, shall by reason of tax delinquency be transferred to the state as provided by law, such interest shall pass to the state free from any trust obligation to any taxing district and free from all special assessments and such land shall become unsold trust fund land."

Approved April 21, 1937.

CHAPTER 327—S. F. No. 1074

An act validating, ratifying, approving and for confirming bonds and other instruments or obligations heretofore issued by public bodies of this state for public works projects.

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

Section 1. 1937 Validating act.—This Act may be cited as "The 1937 Validating Act".

Section 2. **Definitions.**—The following terms, wherever used or referred to in this Act, shall have the following meaning:

(a) The term "public body" shall mean any city of any class, including a city organized under a charter framed pursuant to Article 4, Section 36 of the constitution, town, village, borough, county or any school, road, sanitary, or drainage district.

(b) The term "bonds" includes bonds, notes, warrants, debentures, certificates of indebtedness, temporary bonds, temporary notes, interim receipts, interim certificates and all instruments or obligations evidencing or representing indebtedness, or evidencing or representing the borrowing of money, or evidencing or representing a charge, lien or encumbrance on specific revenues, income or property of a public body, including all instruments or obligations payable from a special fund.

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Section 3. Bonds validated.—All bonds heretofore issued for the purpose of financing or aiding in the financing of any work, undertaking or project by any public body to which any loan or grant has heretofore been made by the United States of America through the Federal Emergency Administrator of Public Works for the purpose of financing or aiding in the financing of such work, undertaking or project, including all proceedings for the authorization and issuance of such bonds, and the sale, execution and delivery thereof, are hereby validated, ratified, approved and confirmed, notwithstanding any lack of powers (other than constitutional) of such public body, or the governing board or commission or officers thereof. to authorize and issue such bonds, or to sell, execute or deliver the same, and not withstanding any defects or irregularities (other than constitutional) in such proceedings, or in such sale, execution or delivery; and such bonds are and shall be binding, legal, valid and enforceable general obligations against all of the taxable property of such public body.

Section 4. Not to affect pending actions.—This act shall take effect from and after its passage, provided this act shall not apply to or affect any action or proceedings now pending in which the validity of such proceedings or bonds is questioned. Nothing herein shall be construed as repealing, abrogating or amending any existing statutes relating to penal or civil liability concerning any specific expenditure or disbursement included in such bond issue.

Approved April 21, 1937.

CHAPTER 328—S. F. No. 1075

An act to amend Laws 1935, Chapter 125, Section 12, relating to powers of municipalities to contract with federal agencies in construction and financing of public works projects.

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

Section 1. Law amended.—That Laws 1935, Chapter 125, Section 12, be and the same is hereby amended so as to read as follows:

"Section 12. Time limitation of act.—Except in pursuance of any contract or agreement theretofore entered into by and between any municipality and any Federal Agency, no municipality shall exercise any of the powers conferred by this act after *December 31*, 1939."

Approved April 21, 1937.