

CHAPTER 270—S. F. No. 875.

An act relating to the allotment and encumbrance of trunk highway funds for sand, clay, stone, gravel and other earth materials heretofore purchased for trunk highway purposes and authorizing the payment thereof.

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

Section 1. Commission of Administration to approve allotments for road material.—The Commissioner of Administration is hereby authorized to approve allotments for sand, clay, stone, gravel and other earth materials heretofore purchased for trunk highway purposes for which allotments were not made as required by Laws of 1939, Chapter 431.

Sec. 2. State Auditor may encumber state highway funds.—The State Auditor is hereby authorized to encumber trunk highway funds for sand, clay, stone, gravel and other earth materials heretofore purchased for trunk highway purposes for which funds were not encumbered as required by Laws 1939, Chapter 431, and to pay for such sand, clay, stone, gravel and other earth materials upon proper authorization by the Commissioner of Highways.

Approved April 1, 1943.

CHAPTER 271—H. F. No. 145.

(AMENDING SECTION 64.16 MINNESOTA STATUTES 1941.)

An act amending Mason's Supplement 1940, Section 3463, relating to real estate holdings and investments of fraternal beneficiary associations.

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

Section 1. Law amended.—Mason's Supplement 1940, Section 3463, is amended to read as follows:

3463. Real estate holdings—investments—loans to officers and directors.—Any association may invest its funds in and hold real estate for lodge and office purposes, and real estate acquired by foreclosure or received in satisfaction of loans, and may sell and convey the same. Any such association may also invest its funds in bonds of the United States, bonds of the State of Minnesota or any state of the United States, or of the Dominion of Canada or any province thereof, bonds of any county, city, town, vil-

lage, organized school district, municipality or civil division of this state, or of any state of the United States or of any province of the Dominion of Canada, provided that such bonds shall be a direct obligation on all the taxable property within such municipality or district and the net indebtedness of such municipality or district shall not exceed ten per cent of the value of all the taxable property therein, according to the last valuation for taxation preceding the issuance of said bonds; or in first mortgages or first mortgage bonds upon improved real estate for not exceeding 50 per cent of the actual cash value thereof at the time of making the loan, unless such loans are on an amortized basis; where by reason of monthly payments the loan is paid off in not to exceed 20 years, then such loans may be based on $66\frac{2}{3}$ per cent of the actual cash value thereof; or in any securities permitted by the laws of this state for the investment of the assets of life insurance companies; provided, however, that every foreign association shall be empowered to invest its funds in such securities as may be permitted by the laws of the state, province or country in which it is organized. Provided, however, that no such association shall loan any of its funds to any of its officers or directors.

Approved April 2, 1943.

CHAPTER 272—H. F. No. 320.

(AMENDING SECTION 130.24 MINNESOTA STATUTES 1941.)

An act relating to employment and tenure of teachers in the cities of the first class; amending Laws 1941, Chapter 169, Article X, Section 24.

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

Section 1. **Law amended.**—Laws 1941, Chapter 169, Article X, Section 24, is amended to read as follows:

24. **Period of service after probationary period—discharge or demotion.**—After the completion of such probationary period, without discharge, such teachers as are thereupon re-employed shall continue in service and hold their respective position during good behavior and efficient and competent service and shall not be discharged or demoted except for one or more of the causes as specified in Section 25, and after a hearing as specified and provided in Section 26.