

CHAPTER 499—H. F. No. 1115.

(AMENDING SECTION 176.06 MINNESOTA STATUTES 1941.)

An act to amend Mason's 1940 Supplement, Section 4272-5 by adding thereto a new Subdivision (3) providing for reimbursement of the State from recoveries by employees or dependents from other parties liable for injuries for which employers are liable for payment of compensation and other benefits.

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

Section 1. **Law amended—State to be reimbursed from recoveries.**—Mason's 1940 Supplement, Section 4272-5, is hereby amended by adding a new subdivision to read as follows:

(3) *In every case arising under the provisions of Subdivision (2) of aforesaid Section 4272-5 when the state is the employer no settlement between such third party and the employee shall be valid unless within a reasonable time prior thereto notice thereof has been given to the state, and if the state as employer has paid compensation or medical benefits to said employee under the provisions of the workmen's compensation act and has become subrogated to the rights of said employee or dependents as therein provided, then any settlement between the employee or his dependents and said third party shall be void as against the subrogation rights of the state.*

In the event any action at law is instituted by said employee or dependents against such third party for recovery of damages, said employee, dependents or his or their attorney shall also serve on the state a copy of the complaint and notice of trial or note of issue in such action. Any judgment rendered therein shall be subject to a lien of the state for the amount to which it is entitled to be subrogated under the provisions of (2) of aforesaid Section 4272-5.

In every case in which the state is the employer and liable to pay compensation or is subrogated to the rights of the employee or dependents all notices and services herein provided for shall be made on the Attorney General and the State Industrial Commission.

Approved April 19, 1943.

CHAPTER 500—H. F. No. 1387.

An act relating to public airports, providing for the organization and administration of public corporations for acquiring, establishing, developing, maintaining, controlling, and operating such