

be appointed as follows: three members of the Senate who shall be appointed by the Committee on Committees, three members of the House of Representatives who shall be appointed by the Speaker of the House of Representatives, and the Director of Public Institutions. The members of the committee shall be paid necessary expenses of subsistence and travel in going between their places of residence or business and their place of meeting. The committee shall choose its own chairman and vice chairman and shall also have the power to appoint and employ and fix compensation of such employees as it may require. The committee shall make a survey of the needs of the several institutions enumerated in Section 1, Subdivision 1, hereof for construction, remodeling and alterations of buildings thereat and for sewage disposal plants thereat and shall make a report to the legislature of the State of Minnesota in 1947 with such recommendations as it may deem necessary, including the priority of need of the several institutions and such other recommendations relating to the subject-matter of the survey as it may deem necessary.

Subd. 2. There is hereby appropriated to the interim committee on state institution buildings from the \$5,000,000 in the deferred building account the sum of \$5,000 for the purpose of defraying the expenses of the committee in performing its duties as herein prescribed.

Approved April 23, 1945.

CHAPTER 594—H. F. No. 864

An act relating to reciprocal or inter-insurance contracts, authorizing individuals, partnerships and corporations; public or private, to make such contracts; and amending Minnesota Statutes 1941, Section 71.07.

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

Section 1. Minnesota Statutes 1941, Section 71.07, is amended to read as follows:

71.07. Reciprocal or interinsurance contracts. Individuals, partnerships and corporations, *public or private*, of this state, hereby designated subscribers, are hereby authorized to exchange reciprocal or interinsurance contracts with each other, or with individuals, partnerships, and corporations, *public or*

private, of other states and countries, providing indemnity among themselves for any loss which may be insured against under other provisions of the laws, excepting life and marine insurance; provided, however, that public corporations may so exchange reciprocal or interinsurance contracts only when the issuing exchange has a surplus of three hundred thousand dollars or more and said contracts are issued without contingent liability.

These contracts may be executed by an attorney, agent, or other representative, herein designated attorney, duly authorized and acting for such subscribers.

Approved April 23, 1945.

CHAPTER 595—H. F. No. 873

An act relating to non-intoxicating malt liquor and the licensing of exclusive malt liquor stores, amending Minnesota Statutes 1941, Section 340.02, as amended by Laws 1943, Chapter 459, Section 1 and dividing Section 340.12 into subdivisions.

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

Section 1. Minnesota Statutes 1941, Section 340.02 as amended by Laws 1943, Chapter 459, Section 1 is hereby amended to read as follows:

340.02. License required to sell. *Subdivision 1.* It shall be unlawful to sell non-intoxicating malt liquors, at retail, or wholesale, except when licensed as hereinafter provided. There shall be two kinds of licenses:

Subd. 2. "On sale" licenses shall permit the licensee to sell such non-intoxicating malt liquors for consumption on the licensed premises, and the license fee therefor shall be \$10.00 per annum, unless the county, city, village, or borough wherein the premises are situated shall fix a higher fee to be paid to such county, city, village, or borough. "On sale" licenses shall be granted only to drug stores, restaurants, hotels, bona fide clubs and establishments for the sale of non-intoxicating malt beverages, cigars, cigarettes, all forms of tobacco, beverages and soft drinks at retail; provided that no manufacturer or wholesaler of such non-intoxicating malt liquors shall have any ownership, in whole or in part, in the