

Section 1. Minnesota Statutes 1949, Section 456.16, is amended to read:

456.16 **Water-works plants, enlargement, in certain cities.** Each city of the second class in this state now or hereafter having a board of municipal works created and existing under the provisions of sections 442.03 to 442.25 is authorized and empowered, acting by and through such board of municipal works, by ordinance or resolution duly passed by an affirmative vote of not less than five-sixths of all the members of such board, to issue and sell the bonds of the city in such amount as in the judgment of such board may be necessary for the purpose of reconstructing, enlarging, and improving the public water-works plant and distribution system in such city or for the purpose of providing or securing a new and additional supply of water from other sources than theretofore used; provided that the aggregate principal amount of bonds in any one issue by any city under the provisions of all laws authorizing bonds to be issued for such purposes shall not exceed \$200,000; and provided, however, that no such issue of bonds shall be valid unless the same be approved by resolution of the City Council of such city duly passed by the affirmative vote of not less than two-thirds of the members of such City Council.

Approved April 17, 1951.

CHAPTER 420—S. F. No. 1421

[Not Coded]

An act relating to firemen's relief associations, pensions and levies therefor in certain cities of the third class; amending Laws 1943, Chapter 397, Section 12, as amended.

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

Section 1. Laws 1943, Chapter 397, Section 12, as amended by Laws 1947, Chapter 274, Section 2, is amended to read:

Sec. 12. **Tax levy.** *Subdivision 1.* The city council or

other governing body of each such city wherein such a relief association is located shall each year at the time all tax levies for the support of the city are made and in addition thereto levy a tax of three-tenths of a mill on all taxable property within said city. Provided, however, that when said special fund shall reach or exceed \$75,000 the levy, each year, shall be one-tenth of a mill until the fund goes below \$75,000 when the levy shall again be three-tenths of one mill. Any city whose maximum annual tax levy for all purposes is limited by charter provision or statutes, may, notwithstanding said maximum of annual tax levy, levy the tax herein provided for in addition to the levy as limited by said charter or statute. Nothing contained in the provisions of any local charter or any general or special law shall limit or curtail the levy hereby authorized and directed. Provided, further, that in addition thereto and only if such tax is levied the city treasurer, finance commissioner or other officer charged with the responsibility of the city's finances, shall each month deduct the sum of \$2.50 from the basic monthly pay of all firemen and transfer the total thereof to the treasurer of the special fund of the firemen's relief association, who shall credit said total to the special fund and to the credit of the individual firemen. Provided, however, that if a fireman in such city is separated from the service under such circumstances that no pension benefits are payable to him or his widow or children, the treasurer of the special fund shall return to the fireman or to his immediate family in the event such separation is due to his death, all of the amounts so deducted from his base pay, without interest and less the amount of any disability or other benefits theretofore paid such fireman. The tax so levied shall be transmitted with other tax levies to the auditor of the county in which such city is situated, and by said county shall be collected and payment thereof enforced when and in like manner as state and county taxes are paid.

Subd. 2. The city council or other governing body of each such city wherein such a relief association is located, which has population of not less than 12,000 nor more than 13,000 according to the 1940 national census and a total assessed valuation of not less than \$5,000,000 nor more than \$7,000,000 for the taxable year of 1950 shall each year at the time all tax levies for the support of the city are made and in addition thereto levy a tax of one mill on all taxable property within the city. However, when the special fund shall reach or exceed \$100,000, the levy, each year, shall be one-tenth of a mill until the fund goes below \$100,000 when the levy shall

again be one mill. Any city to which this subdivision applies whose maximum annual tax levy for all purposes is limited by charter provision or statute, shall, notwithstanding the maximum annual tax levy, levy the tax herein provided for in addition to the levy as limited by the charter or statute. Nothing contained in the provisions of any local charter or any general or special law shall limit or curtail the levy hereby authorized and directed. If such tax is levied, then in addition thereto, the city treasurer, finance commissioner or other officer charged with the responsibility of the city's finances, shall deduct each month the sum of \$2.50 from the basic monthly pay of all firemen and transfer the total thereof to the treasurer of the special fund of the firemen's relief association, who shall credit the total to the special fund and to the credit of the individual firemen. However, if a fireman is separated from the service under such circumstances that no pension benefits are payable to him or his widow or children, the treasurer of the special fund shall return to the fireman or to his immediate family in the event such separation is due to his death, all of the amounts so deducted from his base pay, without interest and less the amount of any disability or other benefits theretofore paid such fireman. The tax so levied shall be transmitted with other tax levies to the auditor of the county in which such city is situated, and shall be collected and payment thereof enforced by the county in the same manner as state and county taxes are collected and paid.

Approved April 17, 1951.

CHAPTER 421—H. F. No. 323

An act relating to taxes on and measured by net income; providing for premiums paid on hospitalization insurance being deductible from gross income; amending Minnesota Statutes 1949, Section 290.09.

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

Section 1. Minnesota Statutes 1949, Section 290.09, is amended to read:

290.09 **Deductions from gross income.** The following deductions from gross income shall be allowed in computing net income: