be added to any classified employee's salary during the fiscal years ending June 30, 1952 and 1953, respectively, economic adjustment increase except as provided in this subdivision.

(2) Notwithstanding any provision in subdivisions, 1 and 2 of this section to the contrary, there shall be added to each classified employee's salary for the fiscal years ending June 30, 1952 and 1953 respectively, a five step economic salary adjustment increase which is based upon 6.5 points increase in the cost of living index.

Notwithstanding any provision in subdivisions 1 (3)and 2 of this section to the contrary the employee's economic salary adjustment, if any, made as a result of the initial investigation on March 15, 1952, provided for in subdivision 1 of this section, shall be made on the basis that for each 6.5 points change in the cost of living index there shall be a change of one step in the economic adjustment of each employee in the classifed service. Following the initial investigation of March 15, 1952, the Director shall recommend an increase, or no change in the number of economic increments to be added to the basic salary ranges. The duties of the Director of Civil Service and Commissioner of Administration respectively, shall be as provided in subdivisions 1, 2, 3 and 4 of this section, except that they shall be governed by each 6.5 points change in the cost of living index in lieu of the 7 points change in the cost of living index as specified in subdivisions 1 and 2 of this section.

Approved April 23, 1951.

CHAPTER 696-S. F. No. 76

An act relating to the Minnesota State Teachers Retirement Fund Law, amending Minnesota Statutes 1949, Section 135.06.

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

Section 1. Minnesota Statutes 1949, Section 135.06, is amended to read as follows:

135.06. Payment by members. Each member of the fund except teachers who have resumed teaching after drawing an annuity shall pay into the fund a sum equivalent to five per cent of her annual salary, no payment to exceed \$175 per year, but for not more than 40 years, payable in the manner and at the times hereinafter provided. The payments shall be credited to the account of the teacher paying the same.

Teachers who ceased paying into the fund after teaching 35 years but who have continued to teach shall have the right to pay into the fund an additional sum, either in cash or installments, prior to August 1, 1952, which payment or payments shall not be in excess of five per cent of their annual salary, but not more than \$100 for any year, for each year of teaching service beyond 35 years, but not beyond 40 years, together with interest thereon at the rate of four per cent per annum from the time of rendering such additional teaching service until July 1, 1949. All cash and installment payments herein provided for shall be paid in full prior to August 1, 1952.

It is hereby made the duty of each person, officer, board of education, or managing body required by law to draw the warrants or orders for payment of salaries to teachers to deduct and withhold from each month's salary due to every teacher who is a member of the fund except teachers who have resumed teaching after drawing an annuity the amount which such teacher is required to pay into the fund and, at the time of such deduction, a statement showing the amount thereof shall be furnished to such teacher. Such officer, board of education, or other managing body of each school district or institution shall, between the first and fifteenth days of January and between the fifteenth and thirtieth days of June, each year, forward to the treasurer of the county in which such school or institution is situated a statement, verified by the secretary or clerk thereof, showing the amount of money so retained from each teacher in accordance with the provisions of sections 135.01 to 135.15 and, with the statement, shall transmit the entire amount so retained to the treasurer of the county; and, in case any school district is situated in more than one county, the report and remittance shall be sent to the senior county. Such board of education or other managing body shall, on or before the thirtieth day of June, each year, transmit to the county superintendent of schools a statement showing the name of each teacher, the number of months of school taught by her during the year for which the statement is made, the number of months which constitutes a school year in the dis-

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trict or institution, and such other information as the board may require. If no teacher in such public school or other institution comes under the provisions of Sections 135.01 to 135.15, the report shall state such fact. Each of the foregoing reports shall be verified by the person making the same; provided, that if the drawing of the warrant or order for the payment of any teacher's salary devolves upon any state officer or board, such officer or board shall make the reports herein required directly to the board of trustees and remit the money so deducted to the state treasurer.

Each county superintendent shall, on or before the first day of September, each year, report under oath to the board giving an itemized summary of the statements received by him from the school boards and other managing bodies, including a statement of the total amount withheld from the salaries of teachers as shown by these reports.

Between the fifteenth and twenty-eighth days of February and between the fifteenth and thirtieth days of July, each year, the treasurer of each county shall transmit to the state treasurer all moneys received from the board of education and other managing bodies of schools or institutions to which sections 135.01 to 135.15 apply and certify under oath to the correctness of the amount so received and transmitted, and furnish such other information as the board shall require. The state treasurer shall credit all money received or withheld pursuant to the provisions of sections 135.01 to 135.15 to the fund and the reports and data received by him from the county treasurer shall be available for the board. Any person wilfully failing to perform any of the duties imposed upon him by this section shall be guilty of a misdemeanor.

The state treasurer, the several county treasurers, and the treasurers of the various school districts and institutions to which sections 135.01 to 135.15 apply shall be officially liable for the receipt, handling, and disbursement of all moneys coming into their hands belonging to the fund and the sureties on the official bonds of each of these treasurers shall be liable for such moneys the same as for all other moneys belonging to the school funds of this state.

Sec. 2. The effective date of this act shall be July 1, 1951.

Approved April 23, 1951.