

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

Section 1. Minnesota Statutes 1953, Section 290.43, is amended to read:

290.43 **Where filed.** The returns required to be made under sections 290.37 to 290.39 and 290.41 shall be filed with the commissioner at his office in St. Paul.

Approved March 16, 1955.

CHAPTER 169—H. F. No. 547

An act relating to taxes on and measured by net income; amending Minnesota Statutes 1953, Section 290.16.

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

Section 1. Minnesota Statutes 1953, Section 290.16, is amended to add a new subdivision to read:

Amounts received by a lessee for the cancellation of a lease, or by a distributor of goods for the cancellation of a distributor's agreement (if the distributor has a substantial capital investment in the distributorship), shall be considered as amounts received in exchange for such lease or agreement.

Sec. 2. **Applicability.** *The provisions of this chapter are applicable to all taxable years beginning after December 31, 1954.*

Approved March 16, 1955.

CHAPTER 170—H. F. No. 548

An act relating to taxes on and measured by net income; amending Minnesota Statutes 1953, Section 290.18, Subdivision 2.

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

Section 1. Minnesota Statutes 1953, Section 290.18, Subdivision 2, is amended to read:

Subd. 2. The adjusted gross income shall, except in so far as section 290.19 is applicable, be computed by deducting from the gross income assignable to this state under section 290.17, the following deductions:

(1) The deductions allowed by sections 290.09, 290.075 and 290.077 which are attributable to a trade or business carried on by the taxpayer, if such trade or business does not consist of the performance of services by the taxpayer as an employee;

(2) The deductions allowed by section 290.09 which consist of expenses of travel, meals, and lodging *while away from home* paid or incurred by the taxpayer in connection with the performance by him of services as an employee;

(3) The deductions allowed by section 290.09, which consist of expenses paid or incurred by the taxpayer in connection with the performance *by him* of services as an employee under a reimbursement or other expense allowance arrangement with his employer;

(4) *The deductions allowed by section 290.09 which consist of expenses of transportation paid or incurred by the taxpayer in connection with the performance by him of services as an employee;*

(5) *The deductions allowed by section 290.09 which are attributable to a trade or business carried on by the taxpayer, if such trade or business consists of the performance of services by the taxpayer as an employee and if such trade or business is to solicit, away from the employer's place of business, business for the employer;*

(6) The deductions (other than those provided in paragraphs 1, 8 and 9) allowed by sections 290.09 and 290.077 which are attributable to property held for the production of rents or royalties;

(7) The deductions (other than those provided in paragraph (1)) for depreciation and depletion allowed by section 290.09 (6) and (7) to a life tenant of property or to an income beneficiary of property held in trust;

(8) The deductions (other than those provided in paragraph (1)) allowed by sections 290.09, 290.16, subdivision 5, as losses from the sale or exchange of property.

(9) allowable federal income taxes determined under the provisions of sections 290.09(3), 290.10(9) and 290.18.

The deductions enumerated in this subdivision shall be allowed to the extent provided in subdivision 1 of this section.

Sec. 2. Applicability. *The provisions of this chapter are applicable to all taxable years beginning after December 31, 1954.*

Approved March 15, 1955.