

conditionally or unconditionally, except upon a complete or partial liquidation of the corporation, to receive any distribution not out of earnings and profits of the corporation, and

(c) 80 percent or more of the gross income of which for the taxable year in which the taxes and interest described in this clause are paid or incurred is derived from tenant-stockholders.

The term "tenant-stockholder" means an individual who is a stockholder in a cooperative apartment corporation, and whose stock is fully paid-up in an amount not less than an amount shown to the satisfaction of the commissioner as bearing a reasonable relationship to the portion of the value of the corporation's equity in the building and the land on which it is situated which is attributable to the apartment which such individual is entitled to occupy.

(19) *The organizational expenditures of a corporation may, at the election of the corporation (made in accordance with regulations prescribed by the commissioner), be treated as deferred expenses and in computing net income, such deferred expenses shall be allowed as a deduction ratably over such period of not less than 60 months as may be selected by the corporation (beginning with the month in which the corporation begins business). The term "organizational expenditures" means any expenditure which is incident to the creation of the corporation; is chargeable to capital account; and is of a character which, if expended incident to the creation of a corporation having a limited life, would be amortizable over such life. The election provided herein may be made for any taxable year beginning after December 31, 1954, but only if made not later than the time prescribed by law for filing the return for such taxable year (including extensions thereof). The period so elected shall be adhered to in computing the net income of the corporation for the taxable year for which the election is made and all subsequent taxable years. The election shall apply only with respect to expenditures paid or incurred on or after January 1, 1955.*

Approved March 1, 1955.

CHAPTER 86—H. F. No. 55

[Not Coded]

An act relating to the salary of the city assessor in certain cities of the fourth class operating under a home rule charter.

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

Section 1. City assessor, salary. In any city of the fourth class operating under a home rule charter and located in a county containing not less than 73 nor more than 78 full or fractional congressional townships, the salary of the city assessor shall be fixed by the city council and shall not be less than \$6 per day and payable out of the treasury of such city.

Approved March 4, 1955.

CHAPTER 87—H. F. No. 85

An act relating to the location and establishment of Route Number 234, a trunk highway; amending Minnesota Statutes 1953, Section 160.65.

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

Section 1. Minnesota Statutes 1953, Section 160.65, Route No. 234, is amended to read:

Route No. 234. Beginning at a point on Route No. 138 westerly of Laporte; thence extending in a general southerly direction to a point on Route No. 34 *at or near* Akeley.

Approved March 4, 1955.

CHAPTER 88—H. F. No. 112

[Not Coded]

An act relating to police pensions in certain villages; amending Laws 1943, Chapter 196, Sections 4, 6, 7, as amended.

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

Section 1. Laws 1943, Chapter 196, Section 4, as amended by Laws 1951, Chapter 44, Section 1, is amended to read:

Sec. 4. Retirement age, pension. When any member of the association reaches the age of 55 years, he may retire and then shall receive a pension as long as he lives, at the following rates:

(a) When he has served as a member of the police department for a period of 20 years or more, excluding temporary employment or probationary periods. *Such retirement member shall be paid each month a pension equal to one-half*