

(7) If the property was acquired after December 31, 1932, as the result of a compulsory or involuntary conversion described in section 290.13, subdivision 5, the basis shall be the same as in the case of the property so converted, decreased in the amount of any money received by the taxpayer which was not expended in accordance with the provisions of law applicable to the year in which such conversion was made, determining the taxable status of the gain or loss upon such conversion, and increased in the amount of gain or decreased in the amount of loss to the taxpayer recognized upon such conversion under the law applicable to the year in which such conversion was made.

(8) Neither the basis nor the adjusted basis of any portion of real property shall, in the case of a lessor of such property, be increased or diminished on account of income derived by the lessor in respect of such property and excludible from gross income under section 290.08, clause (13).

If an amount representing any part of the value of real property attributable to buildings erected or other improvements made by a lessee in respect of such property was included in gross income of the lessor for any taxable year beginning before January 1, 1943, the basis of each portion of such property shall be properly adjusted for the amount so included in gross income.

Sec. 16. Repealer. Minnesota Statutes 1953, Section 290.13, Subdivisions 3, 6, 7 and 8, are hereby repealed.

Sec. 17. [290.139] Prior laws applicable in certain cases. *The basis of property acquired in transactions occurring prior to the effective date of this act, and adjustments to such basis occurring prior to the effective date of this act, shall be determined in accordance with the income tax laws applicable to the years involved.*

Sec. 18. *Except as herein otherwise provided, the provisions of this chapter are applicable to all taxable years beginning after December 31, 1956.*

Approved April 24, 1957.

CHAPTER 622—H. F. No. 1875

An act relating to public corporations created under and pursuant to Minnesota Statutes 1953, Sections 360.101 to 360.133; amending Minnesota Statutes 1953, Section 360.107, Subdivision 15.

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

Section 1. Minnesota Statutes 1953, Section 360.107, Subdivision 15, is amended to read:

Subd. 15. Without limitation upon any other powers in Laws 1943, Chapter 500, granted, whether general or special, it may contract with any person for the use by such person of any property and facilities under its control, for such purposes, and to such an extent as will, in the opinion of the commissioners, further the interests of aeronautics in this state and particularly in and about the cities in and for which the corporation has been created, including, but without limitation, the right to lease any such property or facilities, or any part thereof, *for a term not to exceed ninety-nine years*, to any person, the national government, or any foreign government, or any department of either, or to the state or any municipality; provided, however, that said corporation shall not have the authority to lease, *in its entirety*, any municipal airport taken over by it under the provisions of this act. *Without intending hereby to limit the generality of the purposes aforementioned, it may contract with any person for the use of any property and facilities under its control, or lease the same as aforementioned, for motel, hotel and garage purposes, and for such other purposes as, in the opinion of the commissioners, are desirable to furnish goods, wares, services and accommodations to or for the passengers and other users of airports under the control of the corporation, provided however that nothing herein shall be interpreted to permit the sale of intoxicating liquor upon such property or facilities.*

Approved April 24, 1957.

CHAPTER 623—H. F. No. 1892

[Not Coded]

An act authorizing cities, villages and towns to levy a tax to support public recreation and playgrounds; amending Laws 1953, Chapter 473, Section 1, as amended.

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

Section 1. Laws 1953, Chapter 473, Section 1, as amended by Laws 1955, Chapter 330, Section 1, is amended to read:

Section 1. Cities and villages, playgrounds and recreation, tax levy. Whenever any city, village, or town in which