were suitably used. Due consideration shall be given to the current or prevailing conditions affecting the use of such property.

Sec. 2. Minnesota Statutes 1953, Section 256.33, as amended by Minnesota Laws 1955, Chapter 807, is amended to read:

256.33 Counties reimbursed for payments. Each old age assistance granted under Sections 256.11 to 256.43 shall be paid by the county in which an old age assistance certificate is issued and while the same is in effect. The cost of old age assistance grants in each county shall be borne as follows:

(1) Payments shall be made by the state to the counties of that portion of old age assistance paid by the federal government and the state on or before the 20th day of each month for the succeeding month upon requisition from the counties as to the amount required for the succeeding month. The expense of old age assistance grants shall be paid from federal funds available for that purpose and the balance not paid by federal funds shall be paid as follows: two-thirds by the state from state funds and one-third by the counties from county funds up to and including \$60; provided, that payments made in excess of \$60 shall be paid 55 percent from county and 45 percent from state funds.

(2) Not exceeding one-fourth of any funds available for administrative purposes shall be used to defray necessary expenses of the state agency in the supervision of the old age assistance laws of this state, and the balance shall be used to repay the counties pro rata in the proportion the total number of recipients in the county bears to the total number of recipients in the state for the period in question.

Sec. 3. This act shall be effective July 1, 1957.

Approved April 26, 1957.

## CHAPTER 720-H. F. No. 1220 [Coded]

An act relating to intoxicating liquors; amending Minnesota Statues 1953, Section 340.41, by adding a new subdivision.

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

Section 1. Minnesota Statutes 1953, Section 340.41, is amended by adding a new subdivision to read:

[Sub. 4.] In any village located in any county having over \$9,000 and less than 42,000 inhabitants according to the 1950 federal census, the governing body of the village may permit the sale of food, cigars, cigarettes, all forms of tobacco, non-intoxicating malt beverages and soft drinks in any exclusive liquor store having an "on sale" license or an "on sale and off sale" license.

Approved April 26, 1957.

## CHAPTER 721-H. F. No. 1307

An act relating to the sources of funds of policemen's pension fund in any city of the first class now or hereafter having a population of not less than 500,000; amending Minnesota Statutes 1953, Section 423.735, Subdivisions 1 and 2.

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

Section 1. Minnesota Statutes 1953, Section 423.735, Subdivision 1, is amended to read:

423.735 Tax levy. Subdivision 1. Amount, Except as provided in subdivision 2, in addition to all other taxes which it may levy the city shall levy a tax of two mills for the year ending December 31, 1957, and for the fiscal year ending December 31, 1958, and thereafter the city shall levy a tax of one and one-half mills at the time and in the manner in which it levies other taxes, and the proceeds of this tax shall be paid into the policemen's pension fund.

Sec. 2. Minnesota Statutes 1953, Section 423.735, Subdivision 2, is amended to read :

Subd. 2. Limitation. At any time that the balance in the policemen's pension fund reaches an amount equivalent to a sum which is ascertained by multiplying the total amount of the conributions of the members made during the year preceding the year in which the tax was levied, estimated on salary of a first grade patrolman for that year, by 20 any levy in any enusing year shall be only such as will be calculated to maintain this amount, but in no event shall any levy exceed one and one-half mills, except as otherwise provided in 423.735.

Approved April 26, 1957.

719]