

officer or employee shall suffer any reduction in rank or pay by virtue of or as a result of passage of Sections 1 through 5 except for cause shown as provided and required by the laws of this State or the ordinances of the City of Saint Paul.

Sec. 7. Certain charter provisions modified. Any provisions of Chapter XX of the Charter of the City of Saint Paul inconsistent with the provisions contained in Sections 1 through 6 shall, upon passage by the Council of the resolutions referred to in Sections 2, 3 and 4, be modified to the extent required to effectuate the provisions and purposes of Sections 1 through 6.

Sec. 8. Effective date. Sections 1 through 7 of this Act shall become effective only after approval by a majority vote of the City Council of the City of Saint Paul.

Approved April 24, 1959.

CHAPTER 428—H. F. No. 1704

An act relating to the sources of funds and tax levy therefor of the policemen's pension fund in the City of Minneapolis; amending Minnesota Statutes 1957, Section 423.715, Subdivision 1, and Section 423.735, Subdivision 1.

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

Section 1. Minnesota Statutes 1957, Section 423.715, Subdivision 1, is amended to read:

423.715 Subdivision 1. **Maintenance.** The members of the police department of *the city of Minneapolis shall maintain the policemen's relief association now existing.*

Sec. 2. Minnesota Statutes 1957, Section 423.735, Subdivision 1, is amended to read:

423.735 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 years ending December 31, 1959, 1960, 1961, and 1962, 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. 3. *This act shall become effective only after its*

approval by a majority of the city council of the city of Minneapolis.

Approved April 24, 1959.

CHAPTER 429—H. F. No. 1472

An act relating to gift taxes; amending Minnesota Statutes 1957, Section 292.04.

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

Section 1. Minnesota Statutes 1957, Section 292.04, is amended to read:

292.04 Exemptions. The following transfers by gift shall be exempt from and excluded in computing the tax imposed by this chapter:

(1) Gifts to or for the use of the United States of America or any state or any political subdivision thereof for exclusively public purposes;

(2) Gifts to or for the use of any fund, foundation, trust, association, organization or corporation operated within this state for religious, charitable, scientific, literary, or educational purposes exclusively, including the promotion of the arts, or the conduct of a public cemetery, if no part thereof inures to the profit of any private shareholder or individual. Gifts to or for the use of any corporation, fund, foundation, trust, or association operated for religious, charitable, scientific, literary, or educational purposes, including the promotion of the arts, or the conduct of a public cemetery, no part of which inures to the profit of any private shareholders or individual, shall be exempt, if at the date of the gift, the laws of the state under the laws of which the donee is organized or existing either (1) do not impose a gift tax in respect of property transferred to a similar corporation, fund, foundation, trust, or association, organized or existing under the laws of this state, or (1) contain a reciprocal provision under which gifts to a similar corporation, fund, foundation, trust, or association organized or existing under the laws of another state are exempt from gift taxes if such other state allows a similar exemption to a similar corporation, fund, foundation, trust, or association, organized or existing under the laws of such state.

(3) Gifts to a fraternal society, order, or association