

a permanent classified civil service status; otherwise the employee is automatically separated from the service.

Approved April 17, 1961.

CHAPTER 417—H. F. No. 1358

An act relating to gift taxes; amending Minnesota Statutes 1957, Section 292.01, Subdivision 3.

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

Section 1. Minnesota Statutes 1957, Section 292.01, Subdivision 3, is amended to read:

Subd. 3. **Nature of transfer and property.** The tax shall apply whether the transfer is in trust or otherwise, whether the gift is direct or indirect, and whether the property is real, personal, or mixed, or tangible or intangible. *When property is transferred by gift in trust or otherwise, and the rights, interest, or estates of the transferee are dependent upon contingencies or conditions whereby they may be wholly or in part created, defeated, extended, or abridged, a tax shall be imposed upon the transfer at the highest rate which, on the happening of any of the contingencies or conditions, would be possible under the provisions of this chapter.*

Approved April 17, 1961.

CHAPTER 418—H. F. No. 1361

An act relating to obtaining the benefit of state death taxes allowed under the federal estate tax law amending Minnesota Statutes 1957, Section 291.34.

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

Section 1. Minnesota Statutes 1957, Section 291.34 is amended to read:

291.34 **Estate tax.** (A) There shall be assessed by the probate court, in addition to the inheritance tax as now provided by sections 291.01 to 291.33, an estate tax upon all estates which are subject to taxation under the present

Changes or additions indicated by italics, deletions by ~~strikeout~~.