motor vehicle chassis upon which the new and unused motor vehicle body is mounted.;

(3) That if the applicant desires only to sell, solicit or advertise the sale of used motor vehicles, he shall have adequate space for the display of motor vehicles either in the building or structure wherein his business is conducted or on a lot adjacent thereto. The registrar in his discretion may authorize the use of a building or lot for display purposes not adjacent to but in close proximity to the building wherein the business is conducted if such use is made in good faith and not for the purpose of evading the requirements of this section.

Approved April 20, 1961.

CHAPTER 651—H. F. No. 1390

[Coded]

An act relating to contracts for goods and services in certain cases by governing bodies of governmental units; including port authorities; repealing Minnesota Statutes 1957, Section 471.88, and Laws 1959, Chapters 99, 396, and 581.

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

Section 1. [471.88] Exceptions. Subdivision 1. The governing body of any port authority, seaway port authority, town, school district, village, or city, by unanimous vote, may contract for goods or services with an interested officer of the governmental unit in any of the following cases:

Subd. 2. The designation of a bank in which the officer is interested as an authorized depository for public funds when it is the only bank in the governmental unit, or when such governmental unit does not have a bank and such bank is the only bank within the nearest governmental unit; or in the case of a port authority or seaway port authority only, no restriction shall apply to the deposit of any funds or the designation of a depository by such authority in any bank in which a member of an authority shall have an interest if such funds are deposited and protected in accordance with Minnesota Statutes 1957, Chapter 118. Provided, however, that any commissioner having such an interest shall disclose the same, which disclosure shall be entered upon the minutes of the authority;

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[Chap.

1232

Subd. 3. The designation of an official newspaper, or publication of official matters therein, in which the officer is interested when it is the only newspaper complying with statutory or charter requirements relating to the designation or publication;

Subd. 4. A contract with a cooperative association of which the officer is a shareholder or stockholder but not an officer or manager;

Subd. 5. Subject to Minnesota Statutes 1957, Section 365.37, a contract for which competitive bids are not required and involving not more than \$500, when the commodity or service contracted for cannot be otherwise obtained either in the governmental unit or in a contiguous like governmental unit within 35 miles of the seat of government of the governmental unit;

Subd. 6. A contract with a volunteer fire department for the payment of compensation to its members or for the payment of retirement benefits to these members;

Subd. 7. A contract with a municipal band for the payment of compensation to its members;

Subd. 8. Contracts for goods or services when the consideration does not exceed \$500 in any year and the contracting governmental unit has a population of less than 2,500;

Subd. 9. When a port authority commissioner is engaged in or employed by a firm engaged in the business of importing or exporting or general trade, it shall be lawful for the authority to do business with the commissioner or his employer provided that in the fixing of any rates affecting shippers or users of the terminal facility, said commissioner shall not vote thereon.

Subd. 10. When a seaway port authority commissioner is engaged in or employed by a firm engaged in the business of importing or exporting or general trade, it shall be lawful for the authority to do business with the commissioner or his employer provided that in the fixing of any rates affecting shippers or users of the terminal facility, said commissioner shall not take part in the determination of, except to testify, nor vote thereon.

Changes or additions indicated by *italics*, deletions by strikeout:

Sec. 2. Minnesota Statutes 1957, Section 471.88, and Laws 1959, Chapters 99, 396, and 581 are hereby repealed.

Approved April 20, 1961.

CHAPTER 652-H. F. No. 1394

[Not Coded]

An act relating to the town of Stuntz; authorizing the purchase of equipment on a rental purchase arrangement.

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

Section 1. Stuntz, town of; purchase of equipment. The town of Stuntz in St. Louis county may purchase equipment on a four year contract basis or on a four year contract rental purchase agreement. The rate of interest in such contract is not to exceed four percent on the balance outstanding at any time. Such contract shall provide that rental payments shall apply to the purchase price, and at any time during the rental period the town may elect to pay the unpaid portion of the contract and no further interest shall be due. The total amount that shall be outstanding at any time under such contract shall not exceed \$50,000.

Sec. 2. Section 1 shall be effective upon its approval by a majority of the members of the board of supervisors of the town of Stuntz and upon compliance with Laws 1959, Chapter 368.

Approved April 20, 1961.

CHAPTER 653-H. F. No. 1397

[Not Coded]

An act relating to lands for military and naval purposes; the acquisition and leasing thereof; amending Laws 1951, Chapter 511, Section 1, Subdivision 1, as amended, and Subdivision 4; and Section 3, as amended.

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

Section 1. Laws 1951, Chapter 511, Section 1, Subdivi-

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