

(b) \$3,964,100 appropriated to the regents of the University of Minnesota by section 8, subdivision 3, subsection (2) to construct and equip a laboratory-classroom-office building at the St. Paul campus; and

(c) \$2,400,000 appropriated to the regents of the University of Minnesota by section 8, subdivision 5, subsection (2) to provide planning funds for a humanities building and construction funds for phase I thereof at the Morris campus.

Subd. 2. From the proceeds of the bonds authorized by Laws 1969, Chapter 1159, Section 16, the sum of \$6,624,425 is reappropriated to provide a like amount of the sums appropriated by Laws 1971, Chapter 963, for the acquisition and betterment of the public lands and buildings and improvements of a capital nature therein described.

Sec. 3. This act is in effect from and after its final enactment.

Approved June 11, 1971.

---

**EXTRA SESSION**  
**CHAPTER 2—H.F.No.63**

*An act relating to taxes; amending Minnesota Statutes 1969, Sections 290.06, Subdivisions 1, 2b, 4 and 6; 290.361, Subdivisions 2, 6 and 7; 298.011; 299.011; and 340.47, Subdivision 5.*

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

Section 1. Minnesota Statutes 1969, Section 290.06, Subdivision 1, is amended to read:

**290.06 TAXATION; EXTENSION OF CERTAIN TAXES; RATES OF TAX; CREDITS AGAINST TAX.** Subdivision 1. **COMPUTATION, CORPORATIONS.** The privilege and income taxes imposed by this chapter upon corporations shall be computed by applying to their taxable net income in excess of the applicable credits allowed under section 290.21 the rate of eight and one-half percent. The amount of tax payable by a corporation required to file a return shall not be less than \$10.

The provisions of this subdivision shall be applicable to all taxable years commencing after December 31, 1966, and prior to January 1, 1974.

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

Sec. 2. Minnesota Statutes 1969, Section 290.06, Subdivision 2b, is amended to read:

Subd. 2b. **TEMPORARY RATES; COMPUTATION; INDIVIDUALS, ESTATES AND TRUSTS.** (a) Notwithstanding the provisions of section 290.06, subdivision 2, for taxable years which begin after December 31, 1966, and prior to January 1, ~~1972~~ 1974, the income taxes imposed by this chapter upon individuals, estates, and trusts, other than those taxable as corporations, shall be computed by applying to their taxable net income in excess of the applicable credits allowed by section 290.21, the following schedule of rates:

- (1) On the first \$500, one and one half percent;
- (2) On the second \$500, two percent;
- (3) On the next \$1,000, three percent;
- (4) On the next \$1,000, five percent;
- (5) On the next \$1,000, six percent;
- (6) On the next \$1,000, seven percent;
- (7) On the next \$2,000, eight percent;
- (8) On the next \$2,000, nine percent;
- (9) On the next \$3,500, ten percent;
- (10) On all over \$12,500, and not over \$20,000, eleven percent;
- (11) On the remainder, twelve percent.

(b) In lieu of a tax computed according to the rates set forth in clause (a) of this subdivision, the tax of any individual taxpayer whose adjusted gross income for the taxable year is less than \$10,000, at his election shall be computed in accordance with tables prepared and issued by the commissioner of taxation. Such tables shall be prepared upon the same basis as the tables contained in Minnesota Statutes 1961, Section 290.06, taking into account, however, the increase in rates provided by clause (a) of this subdivision.

Sec. 3. Minnesota Statutes 1969, Section 290.06, Subdivision 4, is amended to read:

Subd. 4. **ADDITIONAL PRIVILEGE AND INCOME TAX UPON CORPORATIONS OTHER THAN BANKS.** There is hereby imposed on all corporations (other than banks) required to file a return under the provisions of chapter 290 an additional privilege and income tax equal to 1.8 percent of all taxable net income attributable

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

to this state less credit allowed by section 290.21 and section 290.06, subdivision 3(5). This subdivision shall apply to all taxable years which begin after December 31, 1958, and prior to January 1, ~~1972~~ 1974. The proceeds of the tax imposed by this subdivision shall be deposited in the state treasury to the credit of the general fund. There shall be paid from this general fund all refunds of such taxes erroneously collected from taxpayers under this chapter as provided herein.

Sec. 4. Minnesota Statutes 1969, Section 290.06, Subdivision 6, is amended to read:

Subd. 6. **SURTAX UPON CORPORATIONS OTHER THAN BANKS.** The rates of taxation fixed by subdivisions 1 and 4 as the several rates to be applied in computing the privilege and income tax imposed by this chapter upon all corporations (other than banks) are increased ten percent of such respective rates. This subdivision shall apply to all taxable years which begin after December 31, 1960 and prior to January 1, ~~1972~~ 1974. The proceeds of the surtax imposed by this subdivision shall be deposited in the state treasury to the credit of the general fund.

Sec. 5. Minnesota Statutes 1969, Section 290.361, Subdivision 2, is amended to read:

Subd. 2. **COMPUTATION OF TAXABLE NET INCOME.** The taxable net income shall be computed in the manner provided by this chapter except that in the case of national and state banks: (a) the rate shall be ten and one-half percent; (b) the basic date for the purpose of computing gain or loss and depreciation shall be January 1, 1940, instead of January 1, 1933; (c) property consisting of investments in bonds, stocks, notes, debentures, mortgages, certificates, or any evidence of indebtedness, and any property acquired in liquidation thereof when such property is held for investment or for sale, shall not be deemed to be capital assets; and (d) in computing net income there shall be allowable as a deduction from gross income, in addition to deductions otherwise provided for in this act, any dividend (not including any distribution in liquidation) paid, within the taxable year, to the United States or to any instrumentality thereof exempt from federal income taxes, on the preferred stock of the bank owned by the United States or such instrumentality.

The provisions of this subdivision shall be applicable to taxable years beginning after December 31, 1966, and prior to January 1, 1974.

Sec. 6. Minnesota Statutes 1969, Section 290.361, Subdivision 6, is amended to read:

Subd. 6. **SURTAX.** There is hereby imposed an additional privilege and income tax on corporations subject to the tax imposed

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

by subdivision 2 equal to 1.9 percent of all taxable net income. This subdivision shall apply to all taxable years which begin after December 31, 1958, and prior to January 1, ~~1972~~ 1974. The proceeds of the tax imposed by this subdivision shall be deposited in the state treasury to the credit of the general fund. There shall be paid from this general fund all refunds of such taxes erroneously collected from taxpayers under this chapter as provided herein.

Sec. 7. Minnesota Statutes 1969, Section 290.361, Subdivision 7, is amended to read:

Subd. 7. **ADDED SURTAX.** The rates of taxation fixed by subdivisions 2 and 6 as the several rates to be applied in computing the privilege and income tax on banks are increased ten percent of such respective rates. This subdivision shall apply to all taxable years which begin after December 31, 1960 and prior to January 1, ~~1972~~ 1974. The proceeds of the surtax imposed by this subdivision shall be deposited in the state treasury to the credit of the general fund.

Sec. 8. Minnesota Statutes 1969, Section 298.011, is amended to read:

**298.011 ADDITIONAL TAX.** Every person engaged in the business of mining or producing iron ore or other ores in this state shall pay to the state as an addition to the occupation tax levied by section 298.01, as amended, an additional occupation tax equal to 2.25 percent of the valuation of all ores (except taconite, semi-taconite and iron sulphides) mined and produced to be assessed, paid, and collected as a part of the occupation tax levied by section 298.01, as amended. This section shall apply to all ores (except taconite, semi-taconite and iron sulphides) mined and produced subsequent to December 31, 1958 and prior to January 1, ~~1972~~ 1974, except as to the collection of taxes theretofore levied and unpaid. Of the proceeds of the tax imposed by this section 90 percent thereof shall be deposited in the state treasury and credited to the general fund of which four ninths thereof shall be used for the support of elementary and secondary schools; ten percent thereof shall be deposited in the state treasury and credited to the general fund for the general support of the university.

Sec. 9. Minnesota Statutes 1969, Section 299.011, is amended to read:

**299.011 ADDITIONAL TAX.** There shall be levied and collected upon all royalty received during each calendar year after 1958, for permission to explore, mine, take out and remove ore (except upon royalties received because of the actual production of taconite, semi-taconite or iron sulphides) from land in this state, as an addition to the tax levied by section 299.01, as amended, a tax of 2.25 percent

**Changes or additions indicated by underline, deletions by ~~strikeout~~.**

to be levied and collected as a part of the tax levied by section 299.01, as amended. This section shall be effective as of January 1, 1959, and shall expire on December 31, ~~1971~~ 1973, except as to the collection of taxes theretofore levied and unpaid. The proceeds of the tax imposed by this section shall be deposited in the state treasury to the credit of the general fund.

Sec. 10. Minnesota Statutes 1969, Section 340.47, Subdivision 5, is amended to read:

Subd. 5. **SURTAX ON INTOXICATING LIQUORS.** The several rates of taxation levied by subdivision 1 on all intoxicating liquors sold in this state are increased 15 percent except on intoxicating liquors which are within the state on June 30, 1959, and which have been sold within this state by a licensed manufacturer or wholesaler to a retailer or ultimate consumer on or before June 30, 1959. The increase in the several rates of taxation levied by this subdivision on all intoxicating liquors sold in this state shall hereafter be known as the surtax on intoxicating liquors.

The surtax levied hereunder shall be reduced by a credit for any surtax previously paid pursuant to the provisions of section 340.47, subdivision 3.

Notwithstanding the provisions of subdivision 1 and section 340.60, subdivision 2, the proceeds of the surtax imposed by this subdivision shall be deposited in the state treasury to the credit of the general fund.

This subdivision expires June 30, ~~1971~~ 1973.

Approved June 11, 1971.

**EXTRA SESSION**  
**CHAPTER No. 3—H.F.No.179**

[Coded in Part]

*An act relating to the organization and operation of state government; appropriating money therefor and limiting the use thereof; providing for the transfer of certain moneys in the state treasury; adjusting the salaries of certain state officers and employees; authorizing land acquisition in certain cases including conservation, parks, wildlife and spawning areas, and historic sites; fixing and limiting the amount of fees to be collected in certain cases; providing penalties for misusing appropriated*

**Changes or additions indicated by underline, deletions by ~~strikeout~~.**