

## CHAPTER 70—S. F. No. 12.

*An act to amend Section 5805 General Statutes Minnesota 1913, relating to the rate of interest in certain cases.*

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

Section 1. Rate of interest.—That Section 5805, General Statutes Minnesota be and the same hereby is amended so as to read as follows:

“5805. The interest for any legal indebtedness shall be at the rate of six dollars upon one hundred dollars for a year, unless a different rate is contracted for in writing; and no person shall directly or indirectly take or receive in money, goods, or things in action, or in any other way, any greater sum, or any greater value, for the loan or forbearance of money, goods, or things in action, than *eight* dollars on one hundred dollars for one year; and in the computation of interest upon any bond, note, or other instrument or agreement interest shall not be compounded, but any contract to pay interest, not usurious, upon interest overdue, shall not be construed to be usury. Contracts shall bear the same rate of interest after they become due as before, and any provision in any contract, note, or instrument providing for an increase of the rate of interest after maturity, or any increase therein after making and delivery, shall work a forfeiture of the entire interest; but this provision shall not apply to notes or contracts which bear no interest before maturity.”

Sec. 2. This act shall take effect and be in force January 1, 1924.

Approved March 22, 1923.

## CHAPTER 71—S. F. No. 46.

*An act to amend Section 2672, General Statutes of 1913, relating to the formation of school districts.*

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

Section 1. Formation of districts.—That Section 2672, General Statutes of 1913, be and the same is hereby amended to read as follows:

“Sec. 2672. A majority of the freeholders qualified to vote for school officers residing *in an incorporated village, wherein there is no school house* or upon any territory not less than four sections in extent, and in which reside not less than twelve children of school age, whether or not such territory be in whole or in part included in any existing common, independent, or special school district, may petition the county board of the proper county to make such territory a school district, common or independent.”

Sec. 2. This act shall take effect and be in force from and after its passage.

Approved March 22, 1923.