

above or below par, on the basis of the purchase price adjusted so as to bring the value to par at maturity and so as to yield in the meantime the effective rate of interest at which the purchase was made, provided that the purchase price shall in no case be taken at a higher figure than the actual market value at the time of purchase; and, provided further, that the commissioner of insurance shall have full discretion in determining the method of calculating values according to the foregoing rule. *If the notes or bonds secured by mortgage or trust deed in the nature thereof which the Federal Housing Administrator has insured or made a commitment to insure are purchased above par, they may, if not in default as to principal and interest, be valued during the first five years after purchase on the basis of the purchase price adjusted in equal annual instalments to bring the value to par at the end of five years."*

Approved April 9, 1941.

CHAPTER 142—H. F. No. 772

An act relating to the power of the executive council to dispose of certain lands acquired by the state; amending Mason's Supplement 1940, Sections 6340-1 and 6340-2.

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

Section 1. **Law amended.**—Mason's Supplement 1940, Section 6340-1 is hereby amended to read as follows:

"6340-1. **Executive council to acquire and dispose of lands.**—In all acquisitions of land, made *under authority* of the executive council, involving flood control, water supply, water diversion, control of erosion, reforestation, afforestation and recreation and not presently needed for such purpose or purposes, which may be or have been purchased or acquired under the terms of *Extra Session Laws 1937, Chapter 89, Laws 1935, Chapter 51, or Extra Session Laws 1935-1936*, the executive council is hereby authorized to lease, rent, sell, or otherwise dispose of or deal with, upon such terms and conditions as it may deem advisable, any and all of the lands, buildings or improvements thereon so acquired, and it may make necessary repairs to any buildings, fences, wells, ditches, roads, or other structures or improvements thereon, and may construct a road over and across a strip of land running north and south, twenty-five (25) feet in width, on each side of the West line of the Southeast Quarter (SE $\frac{1}{4}$) of Section Nine-

teen (19), and of the Northwest Quarter of the Northeast Quarter (NW $\frac{1}{4}$, NE $\frac{1}{4}$) of Section Thirty (30), Township One Hundred Twenty (120), Range Forty-three (43), Swift County, in fulfilment of an agreement made by the state in acquirement of said lands and adjoining lands from John B. Sturm and George Wilson, the owners thereof."

-Sec. 2. **Law amended.**—Mason's Supplement 1940, Section 6340-2 is hereby amended to read as follows:

"6340-2. **Receipts to be credited to Lac Qui Parle revolving fund.**—All money hereafter received from such leasing, sale or disposition of said lands or improvements thereon shall be credited to a special fund to be known as the Lac Qui Parle revolving fund, which is hereby created, and all money heretofore received by the executive council from such sources, now remaining in the treasury, are hereby transferred to and shall form a part of said fund, which is hereby appropriated to the executive council for the maintenance and conduct of the activities authorized by this act."

Approved April 9, 1941.

CHAPTER 143—H. F. No. 787

An act relating to investment of funds of domestic insurance companies; amending Mason's Minnesota Statutes of 1927, Section 3322, as amended.

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

Section 1. **Law amended.**—Mason's Minnesota Statutes of 1927, Section 3322, as amended by Laws 1929, Chapters 100 and 148, and Laws 1937, Chapter 86, Sections 1 and 2, is hereby amended to read as follows:

"3322. **Capital stock to be paid in full—investment of funds.**—The capital of every stock company shall be paid in full in cash within six months from the date of its certificate of incorporation, and thereupon a majority of the directors shall certify under oath to the commissioner that such payment in cash has been made by the stockholders for their respective shares, and is held as the capital of the company, and until then no policy shall be issued. Except as otherwise provided by law, the funds of every domestic company shall be invested in, or loaned upon, one or more of the following kinds of securities or property, and under the restrictions and conditions herein specified, viz: