

that no such payment for any unit of the National Guard or Naval Militia quartered in such armory shall be less than \$2,000 per year.

Sec. 3. Minnesota Statutes 1941, Section 193.14, is hereby amended, by adding at the end thereof an additional subsection, as follows:

193.14 (6) The Minnesota State Armory Building Commission created under section 193.13 shall keep all moneys and credits received by it as a single fund, to be designated as the "Minnesota State Armory Building Commission Fund", with separate accounts for each armory; and the Commission may make transfers of moneys from funds appertaining to any armory under its control for use for any other such armory; provided such transfers shall be made only from moneys on hand, from time to time, in excess of the amounts required to meet payments of interest or principal on bonds or other obligations appertaining to the armory to which such funds pertain and only when necessary to pay expenses of operation and maintenance of such other armory; provided further, no such transfer of any moneys paid for the support of any armory by the municipality in which such armory is situated shall be made by the Commission.

Approved April 16, 1945.

CHAPTER 312—S. F. No. 785

An act relating to investment of moneys from certain state funds; amending Minnesota Statutes 1941, Section 11.05.

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

Section 1. Minnesota Statutes 1941, Section 11.05, is amended to read as follows:

11.05. Appropriation for investment. *Subdivision 1. Annually.* There are hereby annually appropriated for the purposes of investment all moneys received into the state treasury to the credit of the permanent school fund, per-

manent university fund, internal improvement land fund, and all other funds required to be invested in securities or which may be loaned as provided by law.

Subd. 2. Coverage. The annual appropriations herein provided for shall cover the full purchase price of bonds or other securities to be purchased, including premiums when bonds or securities are purchased above par. All premiums to be paid out of such appropriation of trust funds shall be amortized from the income from said bonds or securities as follows: The yield on said bonds or securities shall be calculated on the basis of cost including premiums. From each interest payment to be received there is hereby appropriated and there shall be transferred to the respective trust funds the difference between the yield of the bond or security so calculated for that interest period and the interest received, so that at the maturity of the bond, or security the respective trust funds will be completely reimbursed for the amount of premiums paid.

Subd. 3. Profit credited to trust fund. If the state board of investment shall sell any bonds or other securities held in the trust funds of the state above the purchase price therefor, the profit therefrom shall be credited to the principal of the trust fund in which they are held.

Subd. 4. Collection of unearned interest. If the state board of investment shall accept payment of any bonds or other securities, by the issuers thereof, prior to maturity, upon payment of their face value and accrued interest, plus the difference in interest between that which the face value of said bonds or securities would have yielded if they had not been paid before maturity and the interest, if less, that will be received on the reinvestment of the principal so prepaid up to the date of its original maturity, the unearned interest so paid in advance shall be distributed in the same manner and at such times as the interest on such bonds or securities would have been distributed if such interest had not been so prepaid.

Sec. 2. Effective date. This act shall take effect and be in force from and after July 1, 1945.

Approved April 16, 1945.