month, shall pay not to exceed one half thereof, to be determined by such board of managers, for the support and maintenance of such wife or dependent children. Such board may, in addition, grant to such dependents a monthly allowance from the relief fund in such sum as shall be determined by such board.

Sec. 10.   Minnesota Statutes 1961, Section 198.23, is amended to read:

198.23   **Personal property of residents; will.**   As a condition of his admission to the home, every person shall execute his will, and deposit the same with the secretary, disposing of any personal property of which he may die possessed. Upon the decease of any such testator, the board shall cause such of his personal estate as may be left in his possession to be disposed of pursuant to the will, without probate thereof or other proceedings thereon. All property of the deceased ~~inmate~~ *resident of the home* not so bequeathed by will, and remaining at home, unclaimed, for one year after his death, shall be inventoried, appraised, and sold, and the proceeds thereof paid into the state treasury to the credit of the soldiers home fund.

Sec. 11.   **Effective date.**   *This act is effective July 1, 1965.*

Approved May 22, 1965.

CHAPTER 644—H. F. No. 1217

[Coded]

An act relating to teachers retirement; providing additional benefits to those who retired under the 1915 teachers insurance and retirement law; amending Minnesota Statutes 1961, Section 135.55, by adding a new subdivision.

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

Section 1.   Minnesota Statutes 1961, Section 135.55, is amended by adding a new subdivision to read:

Subd. 6.   **Teachers retirement; annuitants under 1915 law; added benefits.**   *Each annuitant who as a member of the fund commenced drawing an annuity pursuant to Laws 1915, Chapter 199, as amended, shall be paid $10 per month in addition to the amount such annuitant is otherwise entitled to receive under the provisions of Minnesota Statutes 1961, Sections 135.01 to 135.56.*

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

The supplemental pension provided for in this subdivision shall be paid from the general revenue fund and such moneys as are required for its payment are hereby annually appropriated to the teachers retirement fund.

Sec. 2. *This act shall take effect upon its passage.*

Approved May 22, 1965.

CHAPTER 645—H. F. No. 1239

[Coded]

An act relating to interest on deferred payments and taxes on and measured by net income.

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

Section 1. [290.079] **Income tax; interest on certain deferred payments.** Subdivision 1. **Amount constituting interest.** For purposes of Chapter 290, in the case of any contract for the sale or exchange of property there shall be treated as interest that part of a payment to which this section applies which bears the same ratio to the amount of such payment as the total unstated interest under such contract bears to the total of the payments to which this section applied which are due under such contract.

Subd. 2. **Total unstated interest.** For purposes of this section, the term "total unstated interest" means, with respect to a contract for the sale or exchange of property, an amount equal to the excess of:

(1) the sum of the payments to which this section applies which are due under the contract, over

(2) the sum of the present values of such payments and the present values of any interest payments due under the contract.

For purposes of paragraph (2), the present value of a payment shall be determined, as of the date of the sale or exchange, by discounting such payment at the rate, and in the manner, provided in regulations prescribed by the commissioner. Such regulations shall provide for discounting on the basis of 6-month brackets and shall provide that the present value of any interest payment due not more than 6 months after the date of the sale or exchange is an amount equal to 100 percent of such payment.

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