

CHAPTER 149.

INVESTMENT OF FUNDS BY SAVINGS BANKS.

S. F. 104.

AN ACT to amend the law as it appears in paragraph four (4) of section eighteen hundred fifty (1850) supplement to the code, 1907, relating to the investment of funds by savings banks:

Be it enacted by the General Assembly of the State of Iowa:

SECTION 1. **Repeal—investment of funds—states adjoining Iowa.** That paragraph four (4) of section eighteen-hundred fifty (1850) supplement to the code, 1907, be, and the same is hereby repealed and the following enacted in lieu thereof, to-wit:

“4. In notes or bonds secured by mortgage or deed of trust upon unincumbered real estate located in Iowa or, adjoining states worth at least twice the amount loaned thereon, provided however, that no such loan shall be made upon any real estate located outside of Iowa, except real estate situated in any county adjoining the Iowa state line.

Approved April 18 A. D. 1913.

CHAPTER 150.

STATE AND SAVINGS BANKS.

S. F. 21.

AN ACT to repeal section eighteen hundred sixty-nine (1869) of the supplement to the code, 1907 and to enact a substitute therefor, providing for the compensation of officers and directors of state and savings banks and providing for loans to such officers and directors and penalty for a violation of the provisions of the law.

Be it enacted by the General Assembly of the State of Iowa:

SECTION 1. **Repeal—compensation and loans to officers—penalty.** That section 1869 of the supplement to the code, 1907 be, and the same is hereby repealed and the following enacted in lieu thereof.

Officers of savings and state banks may receive for their services a reasonable compensation to be fixed from time to time in the by-laws, or by vote of the board of directors, provided, however, directors as such shall receive only such reasonable compensation as shall be fixed from year to year by the stockholders at their annual meeting and when approved by the auditor of state, and a director of such bank who is paid a salary as an active officer thereof shall not draw any added compensation for attendance upon board meetings. No officer or employee of the bank shall in any manner directly or indirectly use its funds or deposits or any part thereof, except for the regular business transactions of the bank, and no loans shall be made by it to any of them except upon express order of the board of directors, made in the absence of the applicant, duly entered in the records of the board proceedings and only upon the same security as required of others, but the board of directors may by resolution, duly entered in the records of the board proceed-