

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paragraph four (4) of section eighteen-hundred fifty (1850) supplement to the code, 1907, be, and the same is hereby repealed and the following enacted in lieu thereof, to-wit: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 That section 1869 of the supplement to the code, 1907 be, and the same is hereby repealed and the following enacted in lieu thereof.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-

ings, authorize loans to directors not holding any other office nor being an employee, not exceeding a maximum sum at any one time, which resolution shall be voted upon in the absence of such director. Any such officer, director or employee of the bank violating any of the provisions of this section shall be guilty of embezzlement and shall be imprisoned in the penitentiary not exceeding ten years, or fined in a sum not less than the amount embezzled, or by both fine and imprisonment, but nothing in this act shall prevent or defeat the right to recover upon any note or notes given in violation of this provision.

Approved April 2 A. D. 1913.

CHAPTER 151.

POSTAL SAVINGS DEPOSITS SECURED.

S. F. 265.

AN ACT providing for the deposit by state and savings banks with the treasurer of the United States, of securities to secure postal savings deposits made in such banks under the provisions of the postal savings bank act. [Additional to chapter twelve (12) of title nine (9) of the code relating to banks.]

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

SECTION 1. Securities deposited with treasurer of United States. That all state and savings banks now existing or that may be hereafter organized under and by virtue of the laws of the state of Iowa be, and they are hereby authorized and permitted to deposit with the treasurer of the United States such of the securities of the depositing bank as may be required to secure the postal savings funds deposited therein.

Approved April 17 A. D. 1913.

CHAPTER 152.

ADDITIONAL POWERS CONFERRED UPON TRUST COMPANIES, STATE AND SAVINGS BANKS.

Sub. for S. F. 118.

AN ACT to confer additional powers upon trust companies, state and savings banks and to prescribe the conditions under which they may transact business. [Additional to chapters ten (10), eleven (11) and twelve (12) of title nine (IX) of the code relating to banks, loan and trust companies.]

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

SECTION 1. Additional powers—to act in fiduciary capacity. Trust companies, state and savings banks now existing or which shall be hereafter incorporated under the provisions of title nine (IX), of the code, in addition to the powers already granted to such corporation, shall have power, when so authorized by their articles of incorporation:

First. To be appointed assignee or trustee by deed, and guardian, executor or trustee by will, and such appointment, upon qualification as herein required, shall be of like force as in case of appointment of a natural person.