

3 four (4) thereof the words "to hold office for a term of two years,";  
4 and by striking from line twenty-three (23) thereof the words "for  
5 a term not exceeding one year".

1 SEC. 2. Section five hundred twenty-four point seven (524.7),  
2 Code 1946, is hereby amended by striking from such section all after  
3 the period (.) in line five (5) thereof and inserting in lieu thereof the  
4 following: "The state banking board in fixing the salaries of such  
5 examiners and the deputy superintendent of banking shall prescribe  
6 certain classifications of such employees in accordance with their ex-  
7 perience and qualifications so as to establish the following progressive  
8 positions of 'beginners', 'assistant examiners', 'examiners', 'senior  
9 examiners' and 'deputy superintendent of banking', with salary  
10 ranges for each patterned after and following, as may be deemed  
11 feasible, desirable and practical by the state banking board, those of  
12 the national banking department or the board of governors of the  
13 Federal Reserve System or of the Federal Deposit Insurance Corpo-  
14 ration. In no event, however, shall the salary of any such senior  
15 examiner exceed a maximum of seventy-two hundred dollars (\$7,-  
16 200.00) per year or the maximum salary of the deputy superintendent  
17 of banks seventy-five hundred dollars (\$7,500.00) per year."

1 SEC. 3. This Act being deemed of immediate importance shall be  
2 in full force and effect on its publication in the Anamosa Eureka, a  
3 newspaper published at Anamosa, Iowa, and in the Churdan Reporter,  
4 a newspaper published at Churdan, Iowa.

Approved March 26, 1949.

I hereby certify that the foregoing act was published in the Anamosa Eureka, April  
14, 1949, and in the Churdan Reporter, April 14, 1949.

MELVIN D. SYNHORST, *Secretary of State.*

## CHAPTER 224

### BUILDING AND LOAN ASSOCIATIONS

S. F. 188

AN ACT to amend section five hundred thirty-four point nineteen (534.19), and section  
five hundred thirty-four point thirty-nine (534.39), Code 1946, relating to loans,  
investments, members and powers of building and loan, and savings and loan  
associations.

*Be It Enacted by the General Assembly of the State of Iowa:*

1 SECTION 1. Section five hundred thirty-four point nineteen  
2 (534.19), Code 1946, is amended by adding thereto the following addi-  
3 tional subsection:  
4 "Any such association may buy and sell vendors' real estate con-  
5 tracts; provided, however, that all such contracts shall contain for-  
6 feiture provisions as provided for in chapter six hundred fifty-six  
7 (656), and provided further that the requirements for loans as set  
8 forth in section five hundred thirty-four point thirty-two (534.32)  
9 shall be applicable to making and buying of such contracts, except  
10 that at the time of purchase of such vendors' contracts the associa-

11 tion shall not purchase any such contract for more than seventy-five per  
 12 cent (75%) of the value of the real estate therein described appraised  
 13 as required by section five hundred thirty-four point thirty-two  
 14 (534.32). No association shall hereafter invest more than fifteen  
 15 per cent (15%) of its assets in such vendors' contracts authorized  
 16 by this subsection.

1 SEC. 2. Section five hundred thirty-four point thirty-nine (534.39),  
 2 Code 1946, is amended by inserting after the words "any borrower"  
 3 in line one (1) the words "or vendor contract purchaser".

Approved May 5, 1949.

## CHAPTER 225

### DEMAND ITEMS TO BANKS

S. F. 86

AN ACT relating to the collection, payment and dishonor of demand items by banks and the revocation of credit for, and payment of, such items.

*Be It Enacted by the General Assembly of the State of Iowa:*

1 SECTION 1. In any case in which a bank receives, other than for  
 2 immediate payment over the counter, a demand item payable by, at or  
 3 through such bank and gives credit therefor before midnight of the  
 4 day of receipt, such bank may have until midnight of its next business  
 5 day after receipt within which to dishonor or refuse payment of such  
 6 item. Any credit so given, together with all related entries on the books  
 7 of the receiving bank, may be revoked by returning the item, or if  
 8 the item is held for protest or at the time is lost or is not in the pos-  
 9 session of the bank, by giving written notice of dishonor, nonpayment,  
 10 or revocation; provided that such item or notice is dispatched in the  
 11 mails or by other expeditious means not later than midnight of the  
 12 bank's next business day after the item was received. For the purpose  
 13 of determining when notice of dishonor must be given or protest made  
 14 under the law relative to negotiable instruments, an item duly pre-  
 15 sented credit for which is revoked as authorized by this act, shall be  
 16 deemed dishonored on the day the item or notice is dispatched. A  
 17 bank, revoking credit pursuant to the authority of this act, is entitled  
 18 to refund of, or credit for, the amount of the item.

1 SEC. 2. For the purposes of this act: (a) An item received by a  
 2 bank on a day other than its business day, or received on a business  
 3 day after its regular business hours or during afternoon or evening  
 4 periods when it has reopened or remained open for limited functions,  
 5 shall be deemed to have been received at the opening of its next busi-  
 6 ness day; (b) The term "credit" includes payment, remittance, advice  
 7 of credit, or authorization to charge and, in cases where the item is re-  
 8 ceived for deposit as well as for payment, also includes the making of  
 9 appropriate entries to the receiving bank's general ledger without  
 10 regard to whether the item is posted to individual customers' ledgers.