

CHAPTER 311

BANK AND TRUST COMPANY INVESTMENTS

S. F. 129

AN ACT relating to investments by savings banks and state banks and trust companies.

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

1 SECTION 1. Section five hundred twenty-six point twenty-five
2 (526.25), Code 1962, is hereby amended by adding thereto the follow-
3 ing new subsection:

4 "8. In any other public or private investment security under such
5 limitations and restrictions as the superintendent of banking may by
6 regulation prescribe and provided that said investments shall in no
7 event exceed in the aggregate twenty percent (20%) of the total re-
8 sources of said bank."

Approved February 20, 1963.

CHAPTER 312

SAVINGS AND STATE BANKS

H. F. 219

AN ACT relating to loans by savings and state banks secured by direct obligations of the United States.

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

1 SECTION 1. Section five hundred twenty-eight point fourteen
2 (528.14), Code 1962, is hereby amended by adding thereto the follow-
3 ing:

4 "Obligations of any person, copartnership, association, or corpora-
5 tion to any state bank or savings bank when secured by bonds, notes,
6 certificates of indebtedness, treasury bills or other direct obligations
7 of the United States or obligations fully guaranteed both as to prin-
8 cipal and interest by the United States having a market value at that
9 time of not less than the amount loaned shall be subject under this
10 section to a limitation of twenty-five per cent (25%) of the capital and
11 surplus of the bank except as may be otherwise permitted by the
12 superintendent of banking with the approval of the state banking
13 board, provided that the portion of any loan above twenty-five per cent
14 (25%) of said capital and surplus is secured by direct obligations of
15 the United States which will mature in not exceeding eighteen (18)
16 months and, further, that the aggregate amount of a loan to any one
17 borrower shall not exceed twenty per cent (20%) of the total resources
18 of such bank."

Approved March 4, 1963.