

**Sec. 3. Defenses.**—In all other respects the stockholders in such corporation shall have and retain all defenses that they may now have, in case an action is brought to enforce payment of such assessment.

**Sec. 4. Procedure to be exclusive.**—This act shall not be cumulative, but shall be the exclusive procedure for the levying of assessments upon and against stockholders of banks or trust companies in charge of the commissioner and in process of liquidation by him.

**Sec. 5. Application.**—This act shall be effective in all cases where proceedings to levy assessments have not been commenced at the time this act takes effect.

Approved April 19, 1927.

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#### CHAPTER 255—H. F. No. 1087.

*An act relating to criminal procedure, requiring certain records in relation to the acceptance of pleas of guilty in certain cases.*

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

**Section 1. Records of pleas of guilty.**—Whenever any person charged with crime shall be permitted by any court or magistrate to plead guilty to a lesser degree of the offense than that with which he is charged, or to a lesser offense included within the offense with which he is charged, the reasons for the acceptance of such plea shall be set forth in an order of the court directing such acceptance and entered upon the minutes, and any recommendations of the county attorney or other prosecuting officer in reference thereto, with his reasons therefor, shall be stated in writing and filed as a public record with the official files of the case.

Approved April 19, 1927.

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#### CHAPTER 256—H. F. No. 1246.

*An act relating to arrests in criminal cases.*

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

**Section 1. Officers may arrest anywhere in state.**—In any case wherein any sheriff, deputy sheriff, police officer, marshal, constable, or other peace officer, shall have authority by law, either with or without a warrant, to arrest any person for or upon a charge of any criminal offense committed within the local jurisdiction of such peace officer, and the person to be

arrested shall escape from or be out of the county, city, town, or village in which such authority originated, the officer having such authority shall have power to pursue and apprehend the person to be arrested anywhere in this state.

Approved April 19, 1927.

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CHAPTER 257—H. F. No. 1271.

*An act relating to banks and trust companies, limiting the power and authority of the officers and employes thereof to borrow money and to pledge the assets thereof, and restricting loans on real estate.*

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

**Section 1. Banks may not pledge assets—exceptions.**—No bank or trust company shall pledge, hypothecate, assign, transfer or create a lien upon or charge against any of its assets except to secure public deposits or to secure money borrowed in good faith from other banks or trust companies; provided, that this section shall not be construed to permit the use of any assets as security for public deposits other than the securities made eligible by law for that purpose.

**Sec. 2. Officers may not borrow money except under certain conditions.**—No officer or employe of a bank or trust company shall have power or authority to borrow money, execute guaranties or endorse, otherwise than without recourse, pledge or hypothecate any note, bond or other obligation belonging to such bank or trust company unless such power and authority shall have been given such officer or employe by the board of directors and a written record thereof made in the minute book of the bank and a certified copy of such record delivered to the creditor, guarantee, pledgee, or endorsee of such note, bond, guaranty or other obligation.

**Sec. 3. Bank not to create second liens.**—No bank or trust company shall pledge or hypothecate or create a lien upon or charge against any of its assets subject to a prior lien, hypothecation or charge.

**Sec. 4. Banks must not loan on second liens—exceptions.**—No bank or trust company shall make any loan upon the security of real estate unless it is a first lien thereon. Before any such loan is made the value of the real estate shall be determined by an appraisal made by a committee appointed by the board of directors which appraisal shall be made a matter of record; provided, that a bank or trust company may take a junior lien upon real estate to secure a loan previously contracted.