

year is not needed for the purposes of this Act and the maintenance of the said fund at Fifty Thousand Dollars (\$50,000) then said sum so to be raised by taxation in any such year shall be proportionately reduced to such amount as will be sufficient to carry out the provisions thereof.

The Village Treasurer shall, upon written direction of the governing board or Board of Directors of said Association, invest said funds in such interest bearing securities as are specified from time to time by the said Board of Directors, provided that the same shall be such securities as are prescribed from time to time by the statutes of Minnesota as securities for investments of the State Board of Investment.

**Sec. 7. Board of Directors.**—The governing board or Board of Directors of said association then incorporated shall consist of five members, to be elected annually, who shall first hold their offices for one, two, three, four and five years, respectively, and thereafter each for a five-year term, or until the successor of each is duly elected and qualified, who shall serve without compensation and shall be active members of said Paid Police Department, and the Mayor or President and Village Treasurer shall be ex-officio members of said Board, and the Village Treasurer shall be the custodian of all funds of said association and shall disburse the same as directed by said Board. All vacancies occurring in the elective membership of said Board shall be filled by a special election called for that purpose. None of said members shall be eligible to vote upon any question relating to his benefits hereunder.

**Sec. 8. Board to file report.**—The said Governing Board of said Association shall file annually on or before the 1st day of September of each year with the Recorder of said Village a detailed report of the amount of money or property so received, expended and still remaining on hand to the credit of said fund. The books and records of said Board shall be open to inspection and audit by any taxpayer of said Village or his duly authorized representative.

Approved March 9, 1931.

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#### CHAPTER 49—H. F. No. 210

*An act to amend General Statutes 1923, Section 7753, as amended by Section 8, Chapter 260, Laws 1925, relating to building and loan associations.*

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

**Section 1. Building and Loan Association dividends.**—That General Statutes 1923, Section 7753, as amended by Section 8, Chapter 260, Laws 1925, be amended so as to read as follows:

"Section 7753. Whenever a distribution or calculation of profits is made, which shall be at least semi-annually, it shall first deduct therefrom its operating costs for the same period, if such profits are sufficient; if not, the balance of the expenses above the profits shall be carried on the records of the association as "expenses paid," and thereafter deducted from the earliest available net profits. Such balance shall be charged to an account called "permanent expenses," and finally be paid by the proportionate deduction from the value of the shares upon the books of the association. The remainder shall be deemed the true book value of said stock. All operating costs shall be paid from its earnings, and no deductions shall be made from stock payments directly or indirectly, save as herein provided, such expenses in the aggregate shall not exceed annually two and one-half per centum of the total amount of *all money actually received and loaned to members on real estate mortgages and contracts for deed as provided by Section 11, Chapter 260, Laws of 1925* at the time of making such deduction, including the dividends duly declared and credited thereon *on stock*, provided that this limitation shall not apply to associations whose accumulated capital is less than forty thousand dollars, but the annual operating expenses of any such association shall not exceed one thousand dollars. Expenses met by service fees, including membership, shall not be considered as operating costs subject to the limitation of expense herein provided."

Approved March 9, 1931.

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#### CHAPTER 50—H. F. No. 238

*An act to fix the times of holding the general terms of the District Court in the Ninth Judicial District of the State of Minnesota, amending Laws 1925, Chapter 102.*

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

Section 1. **Fixing terms of court in Ninth Judicial District.**—That Laws 1925, Chapter 102, Section 1, included in Mason's Minnesota Statutes of 1927, Section 162, in the paragraph entitled "Ninth Judicial District" be and the same hereby is amended so as to read as follows:

"Section 1. The general terms of the district court in the several counties constituting the Ninth Judicial District of the State of Minnesota shall be held at the time herein prescribed, as follows:

Brown County: On the *third* Monday in May and the *fourth* Monday in November.