

Section 1. Minnesota Statutes 1949, Section 51.24 is amended to read:

51.24 **Reserve created.** Every association shall accumulate a fund, to be known as a contingent or reserve fund, by setting aside each semiannual accounting period at least two per cent of its net earnings until the fund shall ultimately be equal to at least five per cent of its accumulated capital, or at least 50 per cent of the book value of all real estate owned by it, whichever amount is the greater, or in the case of an insured association the reserve required by the federal savings and loan insurance corporation may be considered as meeting the requirements of this section, provided that reserve equals or exceeds the amount required herein. *Any association may transfer to the reserve required by the federal savings and loan insurance corporation any funds in a reserve fund previously created under the provisions of this section.* This fund shall not be available for the payment of current expenses so long as the association has undivided profits. It shall not be available for the payment of dividends; but any association may charge against the fund any losses upon investments, whether resulting from depreciation or otherwise, without encroaching upon its undivided profits or its net earnings until the contingent or reserve fund is exhausted.

Approved February 21, 1953.

CHAPTER 39—H. F. No. 426

[Not Coded]

An act relating to probation officers; amending Laws 1945, Chapter 189, Sections 1, 4.

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

Section 1. Laws 1945, Chapter 189, Section 1, is amended to read:

Section 1. **Probation officer, Mower County.** In all counties of this state now or hereafter containing a city of the second class with a population of not less than 20,000 inhabitants *nor more than 25,000* as determined by the 1950 federal census, there is hereby created the office of probation officer. *Subject to the approval of the county board,* the probation officer shall be appointed by the joint action of the judges of the district court of the district in which such county is located and of the *juvenile* judge of said county. The probation officer may with the unanimous approval of said judges

appoint one or more deputies, one of whom shall be a person of the opposite sex from the probation officer.

Sec. 2. Laws 1945, Chapter 189, Sec. 4, is amended to read:

Sec. 4. **Salaries.** *The salaries of the probation officer and his deputies shall be fixed by the joint action of the judges of the district court and the juvenile judge, upon the approval of the county board.*

The salaries shall be paid from the general revenue fund of the county in the manner in which the salaries of other county employees are paid.

The salary of the probation officer and that of his deputy is in lieu of all other salaries or compensation. They shall receive no other compensation for their services.

Approved February 21, 1953.

CHAPTER 40—H. F. No. 580

An act relating to credit unions; amending Minnesota Statutes 1949, Section 52.05.

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

Section 1. Minnesota Statutes 1949, Section 52.05, is amended to read:

52.05 Membership. Credit union membership shall consist of the incorporators and such other persons as may be elected to membership and subscribe to at least one share, pay the initial instalment thereon and the entrance fee. The spouse and blood relatives of a regularly qualified member may be members. *When an individual member of a credit union leaves the field of membership, such member, his spouse or blood relative having membership therein, may continue as a member, but shall not be eligible to hold any office, serve on any board or committee, or borrow therefrom in excess of the amount of his shares and deposits.* Organizations, composed for the most part of the same general group as the credit union membership may be members. Credit unions operating under the provisions of this chapter, or operating in this state under the provisions of the federal credit union act, may be members. Credit union organizations shall be limited to groups, of both large and small membership, having a common bond of occupation, or association, or to groups within a well defined rural district.

Approved February 21, 1953.