

of general adult education. The college shall fix the fees to be paid by the adults enrolled in the program. The fees collected shall be retained by each state teachers college to be administered under the direction of the presidents of the respective colleges subject to audit of the public examiner. The money collected in fees is not subject to laws requiring budgeting, allotment, encumbrance, and deposit with the state treasurer as provided in Minnesota Statutes 1953, Chapter 16.

Approved April 24, 1957.

CHAPTER 601—H. F. No. 1223

An act relating to the banking department, its operation, supervision and control; amending Minnesota Statutes 1953, Sections 45.02, 45.04 Subdivision 2, 46.08 Subdivision 1, 47.10 as amended, 48.03 as amended, 48.04, 48.05, 48.08, 48.09, 48.10, 48.19 Subdivision 1, 48.21 as amended, 48.24 Subdivision 1, 48.24 Subdivision 3, 48.24 Subdivision 4, 48.24 Subdivision 6, 48.38 Subdivision 6, 48.86, 48.50, 48.59, 50.09, 50.14 Subdivision 5, 50.17 Subdivision 1, 300.025, 46.04.

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

Section 1. Minnesota Statutes 1953, Section 45.02, is amended to read :

45.02 Commissioners; appointment, terms, vacancies. The governor, by and with the advice and consent of the senate, shall appoint the members of the commission. The term of each member shall be six years. In case of a vacancy it shall be filled for the unexpired portion of the term. Each member of the commission, before entering upon the discharge of his duties, shall take, subscribe, and file with the secretary of state, the oath of office prescribed by the constitution, and shall give bond to the state, the commissioner of banks in the amount of \$50,000, the commissioner of insurance in the amount of \$25,000, and the commissioner of securities in the amount of \$10,000, conditioned for the faithful discharge of his duties during his continuance in office and for the payment without delay to the officer or person entitled by law thereto of all moneys which shall come into his hands by virtue thereof.

A majority of the commission shall constitute a quorum.

Each commissioner shall *receive a salary in an amount set by the legislature payable semi-monthly, and each shall devote his entire time to the duties of his office.*

Sec. 2. Minnesota Statutes 1953, Section 45.04, Subdivision 2, is amended to read :

Subd. 2. **Approval, disapproval.** If, upon the hearing, it shall appear to the commission that the application should be granted, it shall, not later than 90 days after the hearing, and after the applicants have otherwise complied with the provisions of law applicable to the organization of a bank, including the provisions herein contained, make and file in the office of the commissioner of banks its order, in writing, directing him to issue the certificate of authorization as provided by law. *If the certificate of authorization is not activated within a period of 12 months from date of directive to the commissioner of banks, the department of commerce may upon notice in writing to the applicants request a new hearing.* If the commission shall decide that the application should not be granted, it shall deny the application and make its order, in writing, to that effect, and file the same in the office of the commissioner of banks, and forthwith give notice thereof by registered mail to one of the incorporators named in the application for the proposed bank, addressed to the incorporator at the address stated in the application, and thereupon the commissioner of banks shall refuse to issue the certificate of authorization, which is prescribed by law, to the proposed bank.

Sec. 3. Minnesota Statutes 1953, Section 46.08, Subdivision 1, is amended to read :

46.08 **Employees.** Subdivision 1. **Deputy commissioner, examiners, and office employees.** The commissioner of banks may appoint a deputy commissioner, such examiners, assistant examiners, one chief clerk, such assistant clerks, stenographers and other employees as are needed to discharge in the proper manner the duties imposed by law upon the commissioner of banks. Such deputy and examiners shall each give bond to the state in the sum of \$10,000, and the clerks and other employees, whenever so provided, shall each give bond to the state in such sum as may be designated by the commissioner of banks; all such bonds to be approved by the commissioner of banks and filed in the office of the secretary of state. During the absence or disability of the commissioner of banks, said deputy commissioner shall have charge of the office and administer its affairs. The deputy commissioner, the examiners and assistant examiners so to be appointed shall furnish such evidence of their qualification and general fitness for their duties as may be demanded by the commissioner of banks. Such examiners shall confine their work to the examination of state banks, savings banks, trust companies and

other financial corporations located within the districts to which they shall be appointed as hereinafter provided, save and except that any such examiner may be temporarily transferred from his district to some other district by the commissioner of banks when it shall appear that the interest of the *division of banking* shall be better served by so doing.

Sec. 4. Minnesota Statutes 1953, Section 47.10, as amended by Laws 1955, Chapter 104, Section 1, is amended to read:

47.10 Real estate; acquisition, holding. Save as otherwise specially provided, the *net book value* of land and buildings for the transaction of the business of such corporation, including parking lots and premises leased to others, shall not be more than as follows, assets other than cash being taken at cash market value; for a bank or a trust company 40 percent of its existing capital and surplus; and upon written approval of the commissioner of banks, 60 percent of its existing capital and surplus; for a savings bank, 50 percent of its net surplus; for a building and loan association, five percent of its net assets. Any such corporation may change its location, dispose of its place of business, and acquire another, upon the written approval of the commissioner of banks. *With the exception of annual amortization charges which are made in accordance with such rules and regulations as the commissioner may prescribe, no state bank or trust company shall decrease the actual cost of such investment as shown on its books by a charge to any of its capital accounts unless approved by the commissioner.*

Sec. 5. Minnesota Statutes 1953, Section 48.03, as amended by Laws 1955, Chapter 14, Section 1, is amended to read:

48.03 Stock list; filing; stockholders' liability abrogated; existing liabilities. The president and cashier of any bank of discount and deposit shall at all times keep an accurate verified list of all its stockholders, with the amount of stock held by each, the dates of all transfers and names of transferees, and on May first, annually, file a copy thereof with the commissioner. Except as provided in Minnesota Statutes, Section 300.27, no stockholder in any bank of discount and deposit or in any banking or trust corporation or association shall be personally liable for debts of such bank, corporation or association. *Except that the president and cashier of any bank of discount and deposit not insured by the Federal Deposit Insurance Corporation shall keep at all times an accurate list of all its stockholders, with the amount of stock*

held by each, the dates of all transfers and names of transferees, and on May first, annually, file a copy thereof with the register of deeds in the county where said bank is located.

The stockholders in each bank of discount and deposit whose deposits are not insured by the Federal Deposit Insurance Corporation shall be individually liable in an amount equal to the amount of stock owned by them for all the debts of the bank and for all transactions prior to any transfer thereof.

Sec. 6. Minnesota Statutes 1953, Section 48.04, is amended to read:

48.04 Increase and reduction of capital. No increase or reduction of the capital of any such bank shall be valid until the entire new capital has been paid in cash, and certified to the commissioner under oath of the president, vice-president, or cashier. The commissioner shall thereupon issue his certificate of that fact and of his approval thereof. *No reduction of the surplus of any such bank shall be valid until such reduction has been approved by the commissioner of banks.* No reduction shall affect the liability of any stockholder for any indebtedness incurred prior thereto.

Sec. 7. Minnesota Statutes 1953, Section 48.05, is amended to read:

48.05 Capital not to be withdrawn; dividends. No portion of the capital *or surplus* of any such bank shall ever be withdrawn by any person or in any way, either in dividends or otherwise, except upon reduction as provided by law. *No dividend on common stock shall be made except as provided in section 48.09.*

Sec. 8. Minnesota Statutes 1953, Section 48.08, is amended to read:

48.08 Directors and officers, restricted use of bank funds; dealings with bank. No director shall, directly or indirectly, in any manner, use the funds of the bank, or any part thereof, except in its regular business transactions, and every loan made to any of its directors, officers, servants, or agents shall be upon the same security required of others and in strict conformity to its rules and regulations. *Every such loan, or line of credit for a stated amount and not to run for more than one year, shall be made by the board and acted upon in the absence of the applicant.* No cashier or other officer or employee of a bank shall sell to the bank, directly or indirectly, any mortgage, bond, note, stock, or other security without the

written approval of the board of directors, filed in the office of the bank or embodied in a resolution adopted by the board. A copy of this written approval or resolution shall immediately be sent to the commissioner of banks.

Sec. 9. Minnesota Statutes 1953, Section 48.09, is amended to read:

48.09 Dividends; surplus. At the end of each dividend period, after deducting all necessary expenses, losses, amounts receivable more than one year overdue and not well secured, interest, and taxes due or levied, all of the remaining net profits for the period shall be set aside as a surplus fund, if the surplus fund of such bank is not then equal to one-fifth of the capital stock. If the surplus fund is more than one-fifth of the capital stock, ten percent of the remaining net profits for the period shall be set aside as a surplus fund until it equals 50 percent of the capital stock. The directors may then declare a dividend of so much of the remainder as they may think expedient, subject to the commissioner's approval. When in any way impaired the surplus fund shall be raised to this percentage in like manner.

Sec. 10. Minnesota Statutes 1953, Section 48.10, is amended to read:

48.10. Annual examination *The board of directors shall annually examine the books of a bank, either in person, or by appointing an auditor, who may be an independent auditor or accountant. The auditor shall be solely responsible to the directors. At each annual meeting a report shall be made as to the scope of the audit and also to show these assets which are carried on the books for more than actual value. This report shall be retained as a permanent record.*

Sec. 11. Minnesota Statutes 1953, Section 48.19, Subdivision 1, is amended to read:

48.19 Loans on real estate restricted. Subdivision 1. **Restriction; exception.** No bank or trust company shall make any loan upon the security of real estate unless it is a first lien thereon, except that a bank or trust company may take a junior lien upon real estate to secure a loan previously contracted. Before any such loans are 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; except that the board may accept an appraisal made by or for an agency of the United States Government when such agency is guaranteeing or insuring the loan or any part thereof.

A bank may take additional liens on the same security and these shall be considered to be part of the same mortgage lien thereon providing it has been established that there are no intervening liens.

Sec. 12. Minnesota Statutes 1953, Section 48.21, as amended by Laws 1955, Chapter 104, Section 2, is amended to read:

48.21 Real estate; restrictions on holding. Such bank may purchase, carry as an asset, and convey real estate for the following purposes:

(1) Such as shall be necessary for the convenient transaction of its business, including with its banking office other apartments to rent as a source of income, which investment less normal depreciation shall not exceed 40 percent of its paid-in capital stock and permanent surplus, and upon written approval of the commissioner of banks, not to exceed 60 percent of its paid-in capital stock and permanent surplus.

(2) Such as is required through foreclosure of any mortgage given to it in good faith by way of security for loans made or money due to such bank.

(3) Such as is conveyed to it in satisfaction of debts previously contracted in good faith in the course of its dealings.

(4) Such as it acquired by sale on execution or judgment of any court in its favor.

It shall not purchase, carry as an asset, or convey real estate in any case or for any other purpose whatever. *Real estate acquired in the cases contemplated in clauses 2, 3 and 4 shall be carried as an asset only in accordance with such rules and regulations as the commissioner shall prescribe.*

Sec. 13. Minnesota Statutes 1953, Section 48.24, Subdivision 1, is amended to read:

48.24 Restrictions upon total liability to a bank. Subdivision 1. The total liabilities to any such bank, as principal, guarantor or endorser of any individual, including the liabilities of any corporation which he owns or controls a majority interest, any partnership, unincorporated association, or corporation, including the liabilities of the several members of a partnership or unincorporated association, and in case of a corporation of all subsidiaries thereof in which such corporation owns or controls a majority interest, shall never exceed 15 percent of its capital actually paid in cash and of its

actual surplus fund, except that obligations not to exceed 25 percent of said capital and surplus to any one borrower shall not be included as liabilities for the purposes of this section, but shall be liabilities of the borrowers, provided they are secured by not less than a like amount of any one of the various type of obligations of the United States or which are fully guaranteed as to principal and interest by the United States, and providing that such bonds or obligations have a market value of at least ten percent in excess of the amount loaned thereon at the time each loan is made.

For the purposes of this section the members of a family living together in one household shall be regarded as one person and the total liabilities of the members of the family shall be limited as herein provided. The endorser or guarantor of any obligation which is exempt from loaning limits according to the provisions of this section shall also be exempt from such loaning limits to the extent of the amount of his liability on such obligations for the purposes of this section but shall be liable thereon. Individual extension of credit which result in liabilities of individuals or corporations exceeding the limitations set forth in this section shall be construed to conform to the provisions of this subdivision upon reduction in an amount sufficient to reduce the total liability to not more than the legal amount, but until paid in full shall not exempt the officer or employee of the bank from being personally liable to the bank for the amount of the original excess portion of the loan as set forth in subdivision 7 of this section.

Sec. 14. Minnesota Statutes 1953, Section 48.24, Subdivision 3, is amended to read:

Subd. 3. *Conditional sales contracts owned and guaranteed by the person discounting same, not to exceed 30 percent of the capital stock and surplus, taken from any one person, shall not constitute a liability within the meaning of this act, but the actual liabilities on such conditional sales contracts are not to be construed as affected by the provisions of this subdivision.*

Sec. 15. Minnesota Statutes 1953, Section 48.24, Subdivision 4, is amended to read:

Subd. 4. *Except as provided by subdivision 2 of this section, the total liability of any officer or director of a bank shall never exceed ten percent of the same aggregate amount stated in subdivision 1.*

Conditional sales contracts owned and guaranteed by the person discounting same, when such person is an officer or

director of the bank, not to exceed 20 percent of the capital and surplus, taken from any such person, shall not constitute a liability within the meaning of this act, but the actual liabilities on such conditional sales contracts are not to be considered to be otherwise affected thereby.

Sec. 16. Minnesota Statutes 1953, Section 48.24, Subdivision 6, is amended to read:

Subd. 6. The discount of the following classes of paper shall not be regarded as creating liability within the meaning of this section:

(1) Bonds, orders, warrants, or other evidences of indebtedness of the United States, of federal land banks, of this state or of any county, town, village, or school district in this state, or of the bonds of any other state in the United States, or bonds and obligations of the federal home loan banks established by act of congress known as the Federal Home Loan Bank Act, approved July 23, 1932, and acts amendatory thereto, or debentures and other obligations of the Federal Intermediate Credit Banks established by act of congress known as the Federal Intermediate Credit Banks Act, approved March 4, 1923, and acts amendatory thereto, and in bonds and obligations of the Home Owners' Loan Corporation established by act of congress, known as the Home Owners' Loan Act of 1933, and acts amendatory thereto, in exchange for mortgages on homes, or contracts for deed, or real estate held by it.

(2) Bills of exchange drawn in good faith against actually existing values.

(3) Paper based upon the collateral security of warehouse receipts covering agricultural or manufactured products stored in elevators or warehouses under the following conditions:

First—When the actual market value of the property covered by such receipts at all times exceeds by at least ten percent the amount loaned thereon, and

Second—When the full amount of every such loan is at all times covered by fire insurance in duly authorized companies, within the limit of thier ability to cover such amounts, and the excess, if any, in companies having sufficient paid-up capital to authorize their admission, and payable, in case of loss, to the bank or holder of the warehouse receipt.

(4) *Loans fully secured by certificates of deposit of any such bank.*

- (5) *Debentures issued under the authority of the Federal National Mortgage Association.*

Sec. 17. Minnesota Statutes 1953, Section 48.38, Subdivision 6, is amended to read:

Subd. 6. *Except as provided in this subdivision, any amount not less than \$100 received by it as representative or trustee or by order of the court, not required for the purposes of the trust and not to be accounted for within one year, it shall invest, as above provided, in authorized securities then held by it or specially procured by it. Any amount, not to exceed \$1,000 in any one trust account, may be invested in certificates of deposit or savings accounts in the same bank or any other bank whose deposits are insured by the Federal Deposit Insurance Corporation.*

Sec. 18. Minnesota Statutes 1953, Section 48.86, is amended to read:

48.86 **Trust funds; investment of accumulations.** Any amount not less than \$100 received by any trust company as executor, administrator, guardian, or other trustee, or by order of court, not required for the purposes of such trust, or not to be accounted for within one year, it shall invest as soon as practicable in authorized securities either than held by it or specially procured by it; and the income, less its proper charges, shall become part of the trust estate, and the net accumulations thereon shall be likewise invested, accounted for, and allowed in the settlement of such trust.

Any amount not to exceed \$1,000 in any one trust account, may be invested in certificates of deposit or savings accounts in the same bank or any bank whose deposits are insured by the Federal Deposit Insurance Corporation.

Sec. 19. Minnesota Statutes 1953, Section 48.50, is amended to read:

48.50 **Demand deposits; interest, when not paid on.** No bank shall, directly or indirectly, by any device, pay any interest on any deposit which is payable on demand.

Sec. 20. Minnesota Statutes 1953, Section 48.59, is amended to read:

48.59 **Commissioner may accept examinations and reports of corporation.** *Subdivision 1.* The commissioner is authorized to accept, in his discretion, in lieu of any examination authorized by the laws of this state to be conducted by his department of a banking institution, the examination that may have been made of same within a reasonable period by the Fed-

eral Deposit Insurance Corporation, or the federal reserve bank provided a copy of this examination is furnished to the commissioner. The commissioner may also, in his discretion, accept any report relative to the condition of a banking institution which may have been obtained by the corporation within a reasonable period, in lieu of a report authorized by the laws of this state to be required of the institution by his department, provided a copy of this report is furnished by the commissioner.

Subd. 2. The commissioner may furnish to the corporation, or to any official or examiner thereof, a copy or copies of any or all examinations made of any such banking institutions any deposits of which are insured by the corporation and of any or all reports made by same, and shall give access to and disclose to the corporation, or any official or examiner thereof, any and all information possessed by the office of the commissioner with reference to the conditions or affairs of any such insured institution.

Subd. 3. Nothing in this section shall be construed to limit the duty of any banking institution in this state, deposits of which are to any extent insured under the provisions of section 8 of the "Banking Act of 1933" (Section 12B of the federal reserve act, as amended (Mason's U. S. Code Anno., title 12, s. 264)), or of any amendment of or substitution for the same, to comply with the provisions of that act, its amendments or substitutions, or requirements of the corporation relative to examinations and reports, nor to limit the powers of the commissioner with reference to examinations and reports under any law of this state.

Sec. 21. Minnesota Statutes 1953, Section 50.09, is amended to read:

50.09 Deposits; limitation of amount. Any such savings bank shall receive all sums of money offered for deposit in amounts of not less than \$1, nor more than the maximum fixed by the by-laws, and invest the same for the use and benefit of the depositor, at such lawful rate and under such regulations as the board may prescribe, and apply the net income in payment of dividends, as hereinafter provided.

Sec. 22. Minnesota Statutes 1953, Section 50.14, Subdivision 5, is amended to read:

Subd. 5. Class four shall be (a) notes or bonds secured by mortgages or trust deed on unencumbered real estate in Minnesota, Wisconsin, Iowa, North Dakota, South Dakota, Missouri, Nebraska, Colorado, *Kansas, Oklahoma, Texas* and

Montana, worth when improved at least twice and when unimproved at least three times the amount loaned thereon.

(b) Notes or bond secured by mortgages or trust deed on unencumbered real estate in paragraph (a) where such notes or bonds do not exceed $66 \frac{2}{3}$ percent of the appraised value of the security for the same, provided that such notes or bonds are payable in instalments aggregating not less than five percent of the original principal per annum in addition to the interest; or, are payable on a regular amortization basis in equal instalments, including principal and interest, such instalments to be payable monthly in such amounts that the debt will be fully paid in not to exceed 20 years if the security is non-agricultural real estate, and such instalments to be payable annually or semi-annually in such amounts that the debt will be fully paid in not to exceed 25 years if the security is agricultural real estate.

(c) Not more than 50 percent of the whole amount of the moneys of the bank shall be so loaned and such investments shall be made only on report of a committee directed to investigate the same and report its value, according to the judgment of its members, and its report shall be preserved among the bank's records.

Sec. 23. Minnesota Statutes 1953, Section 50.17, Subdivision 1, is amended to read:

50.17 Deposits, dividends; interest, bonus, benefits.
Subdivision 1. Every deposit and all dividends credited thereto shall be repaid, after demand, in such manner, at such times, and after such previous notice as the board of trustees shall prescribe, but the savings bank shall not be required to pay a greater dividend than four percent per annum. Depositors shall receive, as nearly as may be, all the profits after deducting necessary expenses, and setting aside annually such sum as the board deems expedient, for a surplus fund for the security of its depositors, and to meet contingencies, until this fund shall amount to 15 percent of its deposits. *No interest shall be allowed on any money for a longer time than the same is actually on deposit; except that deposits made not later than the tenth business day of the month commencing any semi-annual or quarterly interest period, or the tenth business day of any other month, or withdrawn within the last three business days of the month ending a quarterly or semiannual interest period, may be treated as on deposit for the entire period or month in which it was so deposited or withdrawn. No dividend shall be declared, credited, or paid unless authorized by yes and nay vote of the board duly entered upon its minutes,*

and when any dividend in excess of that earned and on hand shall be declared or credited, the trustees voting therefor shall be jointly and severally liable to the bank for the excess. The board of every such bank whose surplus amounts to 15 per cent of its deposits shall, at least once in three years, divide proportionately the excess among its depositors as an extra dividend, and for that purpose may classify them according to character, amount and duration of dealings, and so regulate the dividend that each of the same class shall receive the same ratable proportion.

Sec. 24. Minnesota Statutes 1953, Section 300.025, is amended to read:

300.025 Organization, certificate. Any three or more persons may form a corporation for any of the purposes specified in section 47.12 by complying with the conditions hereinafter prescribed; provided, no corporation shall be formed under this section which might be formed under the Minnesota business corporation act. They shall subscribe and acknowledge a certificate specifying:

(1) The name, the general nature of its business, and the principal place of transacting the same. Such name shall distinguish it from all other corporations, domestic or foreign, authorized to do business in this state, and shall contain the word "company," "corporation," "bank," "association," or "incorporated." In the case of a state bank the name shall contain the words "state bank."

(2) The period of its duration, if limited.

(3) The names and places of residence of the incorporators.

(4) In what board its management shall be vested, the date of the annual meeting at which it shall be elected, and the names and addresses of those composing the board until the first election, a majority of whom, in the case of savings banks and building and loan association, shall always be residents of the state.

(5) The amount of capital stock, if any, how the same is to be paid in, the number of shares, into which it is to be divided, and the par value of each share; and, if there is to be more than one, a description and the terms of issue of each, and the method of voting thereon.

(6) The highest amount of indebtedness or liability to which the corporation shall at any time be subject.

It may contain any other lawful provision defining and

regulating the powers and business of the corporation, its officers, directors, trustees, members, and stockholders *provided that corporations subject to provisions of section 48.27 may show their highest amount of indebtedness to be 25 times the amount of its capital and actual surplus.*

Sec. 25. Minnesota Statutes 1953, Section 46.04, is amended to read :

46.04 Commissioner, powers. The commissioner of banks, referred to in Minnesota Statutes, Chapters 46 to 59, as the commissioner, is vested with all the powers, authority, and privileges which, prior to the enactment of Laws 1909, Chapter 201, were conferred by law upon the public examiner, and he shall take over all duties in relation to state banks, savings banks, trust companies, building and loan associations, and other financial corporations within the state which, prior to the enactment of Chapter 201, were imposed upon the public examiner. The commissioner of banks shall exercise a constant supervision, either personally or through the examiners herein provided for, over the books and affairs of all state banks, saving banks, trust companies, building and loan associations, and other financial corporations doing business within the state; and shall, through examiners, *examine at least once a year such state banks and savings banks as are also subject to annual examinations by the federal deposit insurance corporation or the federal reserve bank and twice a year where they are not subject to such examinations. Trust companies, building and loan associations, credit unions, industrial loan and thrift companies and other financial corporations shall be examined once a year. With the exception of industrial loan and thrift companies which do not have deposit liabilities and small loan companies, it shall be the principal purpose of these examinations to inspect and verify the assets and liabilities of each and so far investigate the character and value of the assets of each such corporation as to determine with reasonable certainty that the values are correctly carried on its books. None of the above provisions shall limit the commissioner in making additional examinations as he deems necessary or advisable.* He shall investigate the methods of operation and conduct of these corporations and their systems of accounting, to ascertain whether these methods and systems are in accordance with law and sound banking principles. He may examine, or cause to be examined by these examiners, on oath, any officer, director, trustee, owner, agent, clerk, customer, or depositor of any such financial corporations touching the affairs and business thereof, and may issue, or cause to be issued by the examiners, subpoenas, and adminis-

ter, or cause to be administered by the examiners, oaths. In case of any refusal to obey any subpoena issued by him or under his direction, the refusal may at once be reported to the district court of the district in which the bank or other financial corporation is located, and this court shall enforce obedience to these subpoenas in the manner provided by law for enforcing obedience to subpoenas of the court. In all matters relating to his official duties, the commissioner of banks has the power possessed by courts of law to issue subpoenas and cause them to be served and enforced, and all officers, directors, trustees, and employees of state banks, saving banks, trust companies, building and loan associations, and other financial corporations within the state, and all persons having dealings with or knowledge of the affairs or methods of these institutions, shall afford reasonable facilities for these examinations, make such returns and reports to the commissioner of banks as he may require; attend and answer, under oath, his lawful inquiries; produce and exhibit such books, accounts, documents, and property as he may desire to inspect, and in all things aid him in the performance of his duties.

Approved April 24, 1957.

CHAPTER 602—H. F. No. 1466

[Coded]

An act to permit deputization of out-of-state agents by the board of parole and probation.

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

Section 1. [637.105] **Deputization of out-of-state agents.** [Subdivision 1.] The board of parole and probation may deputize any person regularly employed by another state to act as an officer and agent of this state in effecting the return of any person who has violated the terms and conditions of parole or probation as granted by this state. In any matter relating to the return of such a person, any agent so deputized has all the powers of a police officer of this state.

Sec. 2. [Subd. 2.] Any deputization pursuant to section 1 shall be in writing and any person so authorized to act as an agent of this state shall carry formal evidence of his deputization and shall produce the same upon demand.

Sec. 3. [Subd. 3.] Subject to the approval of the state auditor, the board of parole and probation may enter into contracts with similar officials of any other state for the