

CHAPTER 438—H. F. No. 1831

An act relating to banks and trust companies; increasing amounts that may be loaned; amending Minnesota Statutes 1967, Section 48.24, Subdivisions 1 and 7.

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

Section 1. Minnesota Statutes 1967, Section 48.24, Subdivision 1, is amended to read:

48.24 Bank and trust companies; amount of loans; restrictions upon total liabilities 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~~ 20 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 types 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 of each loan is made.

For the purpose of this section the members of a family living together in one household, if borrowed funds are to be used in the conduct of a common enterprise, 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 extensions 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 8 of this section.

Changes or additions indicated by italics, deletions by ~~strikeout~~.

Sec. 2. Minnesota Statutes 1967, Section 48.24, Subdivision 7, is amended to read:

Subd. 7. Obligations of any person, co-partnership, association or corporation in the form of notes or drafts secured by shipping documents or instruments transferring or securing title covering feeder livestock which is free from all other encumbrances, when the market value of the livestock securing the obligation at the time of the making of the loan is not less than 115 percentum of the face amount of the notes covered by such documents, shall be subject under this subdivision to a limitation of ~~15~~ 20 percent of capital and surplus in addition to ~~15~~ 20 percent of capital and surplus as included in provisions of subdivision 1 of this section. Feeder livestock loans as referred to in this subdivision is defined to include only obligations secured by liens or giving title to cattle, sheep, goats or hogs being fattened for market, but excluding dairy cattle, milk goats, poultry, or barnyard or work animals.

Approved May 15, 1969.

CHAPTER 439—H. F. No. 1951

[Not Coded]

An act relating to the city of St. Cloud; authorizing it to redevelop certain land and finance such redevelopment by the issuance of bonds, and to appropriate certain taxes to the payment of airport bonds.

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

Section 1. **St. Cloud, city of; redevelopment of land.** The city council of the city of St. Cloud is hereby authorized to engage in the redevelopment of all or any part of land described as follows:

The following parcels within the corporate limits of the city of St. Cloud, Minnesota:

All of the East one half (E 1/2) of Section 3, Township 124 North, Range 28 West; also the North Three eighths (N 3/8) of the Southeast one quarter of the Southwest one quarter (SE 1/4, SW 1/4) of said Section 3; also all of the North one half of the Southwest one quarter (N 1/2, SW 1/4) and South 972.6 feet of the Northwest one quarter (NW 1/4) of said Section 3 lying Easterly of a line 33 feet East and parallel to the East line of Block 6 of Hayward Park and Southerly and Easterly of a line

Changes or additions indicated by italics, deletions by ~~strikeout~~.