

decoration, charm, emblem, rosette, or other insignia of any association or organization mentioned in section 333.07, duly registered, unless entitled to use and wear the same under the constitution and bylaws, rules, and regulations of ~~such~~ the association or organization. ~~shall be~~ is guilty of a misdemeanor; and upon conviction shall be punished by a fine of not exceeding \$100 and in default of payment committed to jail for a period of not to exceed 60 days.

Approved March 31, 1980

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**CHAPTER 397—H.F.No. 942**

*An act relating to pollution control; authorizing state use of up to two percent of federal construction grant funds to administer the federal water pollution control act; amending Minnesota Statutes 1978, Section 116.16, Subdivision 10.*

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. Minnesota Statutes 1978, Section 116.16, Subdivision 10, is amended to read:

Subd. 10. **COSTS.** To the extent the agency administers or engages in activities necessary for ~~the administration of the federal construction grants program established by~~ administering any aspects of the federal water pollution control act as amended, 33 U.S.C. 1251 et seq., the agency may assess the costs of such administrative activities, not to exceed two percent of the federal grant, against the federal construction grant funds allotted to the state.

Sec. 2. **EFFECTIVE DATE.** Section 1 is effective the day following final enactment.

Approved March 31, 1980

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**CHAPTER 398—H.F.No. 1349**

*An act relating to natural resources; authorizing the commissioner of natural resources to convey the interests of the state in certain lands in Kandiyohi county for the purpose of correcting conveyancing errors.*

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. **CORRECTION OF CONVEYANCING ERROR IN KANDIYOHI COUNTY.** In the process of acquiring real property for the Luce Line Trail the following described lands, previously conveyed by the Chicago and Northwestern Transportation Company, were erroneously conveyed by the Company to the State:

Changes or additions indicated by underline deletions by ~~strikeout~~

A strip of land 100 feet in width extending over and across Government Lots 7 and 8 and Sub Lots "A" of said Lots 7 and 8 of Section 13, Township 117 North, Range 34 West, Kandiyohi County, Minnesota. Said strip of land being 50 feet in width on each side of the center line of the main track (now removed) of the Minnesota Western Railroad Company (now the Minneapolis Industrial Railway Company), as said main track center line was originally located and established over and across said Section 13, and being the same real estate as described in that certain Warranty Deed filed for record in the Office of the Kandiyohi County Recorder in Book 38 of Deeds on page 448.

In order to correct this error, the commissioner of natural resources, in the name of the state, may convey to the Chicago and Northwestern Transportation Company without monetary consideration, by quitclaim deed in such form as the attorney general approves, all of the state's rights, titles, and interests in the above described property.

Sec. 2. **EFFECTIVE DATE.** This act is effective on the day following its final enactment.

Approved March 31, 1980

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**CHAPTER 399—H.F.No. 1427**

*An act relating to banks; raising the amount of an employee loan possible without prior board approval; amending Minnesota Statutes 1978, Section 48.08.*

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. Minnesota Statutes 1978, Section 48.08, is amended to read:

**48.08 DIRECTORS AND OFFICERS, RESTRICTED USE OF BANK FUNDS; DEALINGS WITH BANK.** No director, officer or employee 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~~ employees, 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 authorized in advance by the board and acted upon in the absence of the applicant, except that a loan to ~~an~~ a director, officer, or employee for an amount which will not increase such a liability to exceed ~~\$3,000~~ \$25,000 may be made without previous approval but shall be acted upon by the board at the next succeeding regular meeting. 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.

Changes or additions indicated by underline deletions by ~~strikeout~~