

MINNESOTA STATUTES 1979 SUPPLEMENT

48.185 BANKS, TRUST COMPANIES

48.185 Open end loan account arrangements.

[For text of subd 1, see M.S.1978]

Subd. 2. No savings bank shall extend credit for any purposes other than personal, family or household purposes, nor shall it extend credit to any person other than a natural person.

Subd. 3. A bank or savings bank may collect a periodic rate of finance charge in connection with extensions of credit pursuant to this section, which rate does not exceed one percent per month or, with respect to open-end credit extended in use of a bank credit card, if no annual charge is imposed pursuant to subdivision 4, clause (a), one and one-half percent per month, computed on an amount no greater than the average daily balance of the account during each monthly billing cycle. Notwithstanding variations from cycle to cycle, a billing cycle is "monthly" for purposes of this section if the average length of 12 successive billing cycles is not less than 30 or more than 32 days. If the billing cycle is other than monthly, the maximum finance charge for that billing cycle shall be that percentage which bears the same relation to one percent or, if applicable, to one and one-half percent as the number of days in the billing cycle bears to 30.

[For text of subd 4, see M.S.1978]

Subd. 4a. Any bank or savings bank that operates a bank credit card program providing for a periodic finance charge not to exceed 1-1/2 percent per month with no additional annual charge shall also have available to the debtor a plan providing for a periodic finance charge not to exceed one percent per month with an additional annual charge of up to \$15 per year. Any bank or savings bank that operates more than one bank credit card program may comply with this subdivision by having available to the debtor under at least one bank credit card program a plan providing for a periodic finance charge not to exceed one percent per month and an additional charge of up to \$15 per year and under at least one other bank credit card program a plan providing for a periodic charge not to exceed 1-1/2 percent per month with no additional annual charge.

[For text of subs 5 to 7, see M.S.1978]

[1979 c 101 s 1-3]

48.48 Reports to commissioner.

Subdivision 1. At least three times in each year, and at any other time when so requested by the commissioner, every bank shall, within fifteen days of the date of notice, make and transmit to him, in such form as he shall prescribe, a report, verified by its president or vice-president and by its cashier, and attested by at least two of its directors, stating in detail, under appropriate heads, as required by the commissioner, its assets and liabilities at the close of business on the day specified in the request. This statement shall be published once at the expense of the bank in a newspaper serving the municipality or town in which the bank is located. The newspaper shall be published in the county in which the bank is located or in an adjoining county. Proof of publication shall be filed with the commissioner immediately after publication of the report. For the purposes of this subdivision a newspaper serves a municipality or town if it meets the qualifications of section 331.02, subdivision 1, clause (4).

[For text of subd 2, see M.S.1978]

[1979 c 98 s 1]

CHAPTER 50. SAVINGS BANKS

Sec.
50.1465 Service corporations.

MINNESOTA STATUTES 1979 SUPPLEMENT

CREDIT UNIONS 52.04

50.1465 Service corporations.

Subdivision 1. In addition to other investments authorized by law, a mutual savings bank may invest in the following:

The capital stock, obligations, or other securities of any corporation organized under the laws of this state if all or a majority of the capital stock of the corporation is owned by the mutual savings bank, and if substantially all of the activity of the corporation consists of originating, making, purchasing, selling and servicing loans, and participation in loans, secured by real estate including brokerage and warehousing of the real estate loans.

Subd. 2. No mutual savings bank may make any investment under subdivision 1 if its aggregate outstanding investment under this section exceeds three percent of the assets of the mutual savings bank.

[1979 c 321 s 2]

CHAPTER 52. CREDIT UNIONS

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| Sec. 52.04 | Powers. | Sec. 52.15 | Borrowing, limitation. |
| 52.05 | Membership. | 52.165 | Graduated payment home loan. |
| 52.09 | Directors; powers and duties. | | |

52.04 Powers.

Subdivision 1. A credit union shall have the following powers:

(1) To receive the savings of its members either as payment on shares or as deposits, including the right to conduct Christmas clubs, vacation clubs, and other such thrift organizations within its membership;

(2) To make loans to members for provident or productive purposes as provided in section 52.16;

(3) To make loans to a cooperative society or other organization having membership in the credit union;

(4) To deposit in state and national banks and trust companies authorized to receive deposits;

(5) To invest in any investment legal for savings banks or for trust funds in the state;

(6) To borrow money as hereinafter indicated;

(7) To adopt and use a common seal and alter the same at pleasure;

(8) To make payments on shares of and deposit with any other credit union chartered by this or any other state or operating under the provisions of the federal credit union act, in amounts not exceeding in the aggregate 25 percent of its unimpaired assets providing that payments on shares of and deposit with credit unions chartered by other states shall be restricted to credit unions insured by the National Credit Union Administration. The restrictions imposed by this clause shall not apply to share accounts and deposit accounts of Minnesota central credit union in U.S. central credit union;

(9) To contract with any licensed insurance company or society to insure the lives of members to the extent of their share accounts, in whole or in part, and to pay all or a portion of the premium therefor;

(10) To indemnify each director, officer, or committee member, or former director, officer, or committee member against all expenses, including attorney's fees but excluding amounts paid pursuant to a judgment or settlement agreement, reasonably incurred by him in connection with or arising out of any action, suit, or proceeding to which he is a party by reason of being or having been a director, officer, or committee member of the credit union, except with respect to matters as to which he shall be finally adjudged in such action, suit, or proceeding to be liable for negligence or misconduct in the performance of his duties. Such indemnification shall not be exclusive of any other rights to which he may be entitled under any bylaw, agreement, vote of members, or otherwise;