

§ 7. "CLOSED BANK FUND" CREATED.] There is hereby created the fund to be known as the "closed bank fund" in the office of the state treasury for the purposes specified in this Act.

§ 8. APPROPRIATION.] There is hereby appropriated out of any moneys in the closed bank fund not otherwise appropriated, the sum of four thousand dollars, or so much thereof as may be necessary to carry out the provisions of this Act, from the effective date thereof through June 30, 1949. Such appropriation in no case shall exceed the income derived from the fees and charges provided for in Section 4 of this Act and from the investment or deposit of such moneys as provided in Section 5 of this Act.

§ 9. EMERGENCY.] This Act is hereby declared to be an emergency measure and shall be in full force and effect from and after its passage and approval.

Approved March 11, 1947.

BUILDING AND LOAN ASSOCIATIONS

CHAPTER 116

S. B. No. 203—(Bridston and Shure)

REPAYMENT BUILDING AND LOAN ASSOCIATION LOANS

AN ACT

To amend and reenact Section 7-0417 of the North Dakota Revised Code of 1943 as amended and reenacted by Section 2 of Chapter 145 of the Session Laws of North Dakota for the year 1945, pertaining to loans made by building and loan associations.

Be It Enacted by the Legislative Assembly of the State of North Dakota:

§ 1. AMENDMENT.] That section 7-0417 of the North Dakota Code of 1943 as amended and reenacted by section 2 of Chapter 145 of the Session Laws of North Dakota for the year 1945 is hereby amended and reenacted to read as follows:

7-0417. REPAYMENT OF LOANS.] A share holder may repay at any time any loan made to him by an association by paying the principal due thereon less the withdrawal value of the shares transferred as security therefor, the interest accrued at the date of such repayment, and all sums advanced by the association for taxes, assessments, insurance premiums, maintenance, repairs, modernization, and improvements, with interest thereon and in addition thereto:

1. Interest on the principal repaid for a period of three months after the day of repayment, or any such borrowing member may pay upon any such loan a sum equal to the matured value of one or more of the installment shares transferred and pledged as security therefor, upon the same proportionate terms as are provided in this section for payment in full;
2. Interest upon such principal for the whole year when so provided in the by-laws of the association, if the repayment is made at any time within one year from the date of the mortgage or other evidence of debt;
3. If any such association is in the process of voluntary liquidation, the shares of a borrowing shareholder shall be entitled to full participation in the current earnings of such association, and their value as thus determined shall be applied upon the indebtedness of such member; and
4. If any such association is in the process of involuntary liquidation, the minimum value of the shares owned by the borrowing shareholder, after allowing for all possible losses and the expenses of liquidation, may be allowed in the reduction of his indebtedness, and he shall be entitled to receive his proportionate share of any further sums that thereafter may be realized from the assets of such association. Nothing in this section shall be construed to prevent the reduction of any such association's liability to its members, in accordance with section 7-0420.

Approved March 20, 1947.