

Former CA § 6-204(c), which provided that the Director could require amounts from the incorporators to be held in escrow by the Director to guarantee against operating deficits or losses that exceeded reserves, was deleted on the advice of the Board of Commissioners as unnecessary in light of the Director's discretion to increase amounts required in other accounts.

Former CA § 6-222(a)(2), and (3), which provided respectively for entrance fees and dues, was deleted as outdated on the advice of the Board of Commissioners.

SUBTITLE 3. ORGANIZATION AND CAPITALIZATION.

PART I. ORGANIZATION.

9-301. MEMBER.

(A) "MEMBER" DEFINED.

A MEMBER OF A SAVINGS AND LOAN ASSOCIATION MEANS A HOLDER, AS SHOWN ON THE ASSOCIATION'S RECORDS, OF:

(1) ONE OR MORE SAVINGS ACCOUNTS, AS TO A MUTUAL ASSOCIATION; AND

(2) ONE OR MORE SHARES OF CAPITAL STOCK, AS TO A CAPITAL STOCK ASSOCIATION.

(B) MULTIPLE HOLDERS.

(1) MULTIPLE HOLDERS OF A SINGLE ACCOUNT OR SHARE OF CAPITAL STOCK SHALL BE CONSIDERED A SINGLE MEMBER.

(2) NOTICE TO ONE HOLDER OF A MULTIPLE NAME ACCOUNT OR SHARE OF CAPITAL STOCK IS SUFFICIENT NOTICE TO ALL HOLDERS.

COMMITTEE COMMENT: This section formerly appeared as CA § 6-219(a).

Subsection (a) of this section makes clear that an association may treat the holder of record as the owner.

Subsection (b) of this section is new language added for clarity.

In the light of present understandings that the relationship a borrower has to a savings and loan association is only contractual, this section removes the former provision that made a borrower a member of an association.

This section also clarifies that in a capital stock association, a holder of a savings account is not a member of the association.