

In subsection (c) of this section, the term "savings account" is substituted for "any free share account or evidence thereof".

See also CA § 2-419, "Interested Director Transactions".

"Division Director" and "savings and loan association" are defined in § 9-101 of this article.

9-308. FIDELITY BONDS.

A SAVINGS AND LOAN ASSOCIATION SHALL PROVIDE A BOND, IN THE AMOUNT THAT THE BOARD OF COMMISSIONERS REQUIRES, TO COVER EACH DIRECTOR, OFFICER, AGENT, OR EMPLOYEE OF THE ASSOCIATION WHO HAS CONTROL OVER OR ACCESS TO CASH OR SECURITIES OF THE ASSOCIATION.

COMMITTEE COMMENT: This section is a new provision added as a normal protective practice in the industry.

"Board of Commissioners" and "savings and loan association" are defined in § 9-101 of this title.

9-309. OFFICES.

(A) GENERAL PROHIBITION.

A SAVINGS AND LOAN ASSOCIATION MAY NOT ESTABLISH OR RELOCATE ANY BRANCH OFFICE OR RELOCATE A PRINCIPAL OFFICE UNLESS THE DIVISION DIRECTOR APPROVES ITS APPLICATION TO DO SO.

(B) APPLICATION.

AN APPLICATION FOR THE ESTABLISHMENT OR RELOCATION OF A BRANCH OFFICE OR RELOCATION OF A PRINCIPAL OFFICE SHALL INCLUDE:

(1) AN APPLICATION FEE OF \$500 UNLESS THE APPLICATION IS FOR RELOCATION WITHIN A ONE-HALF MILE RADIUS OF THE EXISTING SITE; AND

(2) A STATEMENT OF:

(I) THE NEED FOR THE ESTABLISHMENT OR RELOCATION;

(II) THE ADDRESS OF THE PROPOSED LOCATION;

(III) THE SERVICES TO BE PROVIDED;

(IV) THE ESTIMATED ANNUAL EXPENSE; AND

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