

(A) AUTHORITY TO ISSUE.

IF ITS CHARTER OR BYLAWS PROVIDE, A SAVINGS AND LOAN ASSOCIATION THAT IS NOT A DEPOSIT ASSOCIATION MAY ISSUE SAVINGS SHARE ACCOUNTS.

(B) UNLIMITED NUMBER OF SHARES.

NOTWITHSTANDING ANY PROVISION IN ITS CHARTER OR BYLAWS BEFORE JULY 1, 1980 ON THE NUMBER OF SAVINGS SHARE ACCOUNTS, A SAVINGS AND LOAN ASSOCIATION THAT IS NOT A DEPOSIT ASSOCIATION MAY ACCEPT SUBSCRIPTIONS AND PAYMENT FOR AN UNLIMITED NUMBER OF SAVINGS SHARE ACCOUNTS WITHOUT OTHER CORPORATE ACTION.

COMMITTEE COMMENT: This section replaces former CA § 6-212(b).

In this section, the term "savings share account" was substituted for the former term "free share account" to modernize terminology. "Free share accounts" represented a property interest and, as originally conceived, were fully paid up shares of interest as compared to an unpaid subscription or shares that had been borrowed against. The term later had more general usage.

"Deposit association", "savings and loan association", and "savings share account" are defined in § 9-101 of this title.

PART III. CAPITAL STRUCTURE OF ASSOCIATIONS -- DEPOSIT ASSOCIATION.

9-314. DEPOSIT ASSOCIATION.

(A) IN GENERAL.

ONLY A DEPOSIT ASSOCIATION MAY ISSUE SAVINGS DEPOSIT ACCOUNTS.

(B) AUTHORITY TO BECOME DEPOSIT ASSOCIATION.

A SAVINGS AND LOAN ASSOCIATION MAY BECOME A DEPOSIT ASSOCIATION IF:

- (1) ITS CHARTER OR BYLAWS PROVIDE; AND
- (2) THE BOARD OF COMMISSIONERS APPROVES.

9-315. RIGHTS OF OWNER OF DEPOSIT ACCOUNT.

(1) THE HOLDER OF A SAVINGS DEPOSIT ACCOUNT IN A SAVINGS AND LOAN ASSOCIATION HAS THE SAME CLAIM PRIORITY IN ANY DISTRIBUTION OF ASSETS ON LIQUIDATION AS A GENERAL CREDITOR OF THE DEPOSIT ASSOCIATION TO THE EXTENT OF THE DEPOSIT ACCOUNT'S WITHDRAWAL VALUE.

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