

COMMITTEE COMMENT: This section replaces former Art. 23, §§ 160 and 160 1/2.

In subsection (a) of this section, the former phrases "from time to time" and "but pay dividends on other funds in account with it during the same dividend period" were deleted as unnecessary.

Also in subsection (a) of this section, the term "interest" was added for consistency with this subtitle.

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

9-407. SMALL ACCOUNTS.

(A) IN GENERAL.

AS TO ANY SAVINGS ACCOUNT THAT HAS A WITHDRAWAL VALUE OF LESS THAN \$25, A SAVINGS AND LOAN ASSOCIATION:

(1) NEED NOT PAY A DIVIDEND OR INTEREST ON THE ACCOUNT; AND

(2) MAY NOT CHARGE A PENALTY OR SERVICE CHARGE.

(B) EXCEPTION.

THIS SECTION DOES NOT APPLY TO A NEGOTIABLE OR TRANSFERABLE ORDER OF WITHDRAWAL ACCOUNT.

COMMITTEE COMMENT: This section is new language that replaces former Art. 23, § 161FF(b).

Subsection (b) of this section is a new provision added as a corollary to the authority to have "NOW" withdrawals granted in § 9-408.

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

9-408. WITHDRAWALS.

(A) WITHDRAWALS PERMITTED.

AT ANY TIME, A HOLDER OF A SAVINGS ACCOUNT IN A SAVINGS AND LOAN ASSOCIATION MAY REQUEST TO WITHDRAW ALL OR ANY PART OF THE MONEY IN THE ACCOUNT OF THE HOLDER, AND FOR CERTAIN CLASSES OF ACCOUNTS, THE REQUEST MAY BE MADE BY A NEGOTIABLE OR TRANSFERABLE ORDER.

(B) NEGOTIABLE OR TRANSFERABLE ORDERS OF WITHDRAWAL.

(1) A SAVINGS AND LOAN ASSOCIATION MAY PERMIT WITHDRAWALS FROM A SAVINGS ACCOUNT TO BE MADE BY NEGOTIABLE OR TRANSFERABLE ORDER.