

A SAVINGS AND LOAN ASSOCIATION THAT IS OPERATING UNDER A PRO RATA PLAN OF WITHDRAWAL MAY NOT MAKE ANY LOAN THAT IS SECURED BY A SAVINGS ACCOUNT IN THE ASSOCIATION.

COMMITTEE COMMENT: This section replaces the eleventh sentence of former Art. 23, § 161X(a) and from the first seven sentences of (b).

As to subsection (b)(2) of this section, the former phrase in Art. 23, § 161X(b) "Any association may apply to withdrawals an amount larger than one third (1/3) of such receipts as aforesaid" was deleted as included in "at least".

In subsection (b)(2) of this section, the phrase "and borrowers" was added for accuracy.

As to subsection (c)(1) of this section, the phrase "on the association's records" is added for clarity and the present phrase "by mail" was deleted as unnecessary.

Subsection (d) of this section is a new provision added to protect the public interest.

The former references in Art. 23, § 161X(b) to "Each succeeding month each such application shall receive its ratable or pro rata share of said receipts as aforesaid" and "Such limited payment on the first of each month, and such renumbering shall take place on the first day of each subsequent month as long as there are applications unpaid." were deleted as included in subsection (b)(1) and (3) of this section.

"Savings and loan association" is defined in § 9-101 of this title.

"Member" is defined in § 9-301 of this title.

9-411. RESERVED.

9-412. RESERVED.

PART II. GENERAL PROVISIONS -- OPERATIONS.

9-413. MULTIPLE NAME ACCOUNTS.

IF AN ACCOUNT IN A SAVINGS AND LOAN ASSOCIATION IS IN THE NAMES OF TWO OR MORE PERSONS AND IS PAYABLE TO ANY ONE OF THEM:

(1) THE ASSOCIATION MAY PERMIT ANY PERSON NAMED ON THE ACCOUNT TO WITHDRAW THE MONEY IN THE ACCOUNT OR PLEDGE IT AS SECURITY FOR A LOAN, WHETHER OR NOT ANY OF THE OTHER PERSONS IS LIVING; AND