

COMMITTEE COMMENT: This section replaces Art. 23, § 161GG.

In this section, "borrower" was substituted for "borrowing member" since a borrower no longer has membership status.

In subsection (a) of this section, the term "real estate" (loan) was deleted since in practice the section applies to all loans.

In subsection (a) of this section, the former terms "making, closing, disbursing, extending, readjusting, releasing or renewing of" were deleted as included in the phrase, "in connection with a loan".

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

9-425. DEPOSITORY.

(A) AUTHORITY TO ACT AS A DEPOSITORY.

A SAVINGS AND LOAN ASSOCIATION MAY:

(1) ACT AS A DEPOSITORY OF FUNDS OF:

(I) THE FEDERAL GOVERNMENT AND ITS AGENCIES; AND

(II) THIS STATE AND ANY OF ITS POLITICAL SUBDIVISIONS;

(2) PLEDGE COLLATERAL TO SECURE DEPOSITS; AND

(3) COMPLY WITH THE TERMS REQUIRED BY THE DEPOSITOR.

(B) CLAIM PRIORITY.

DEPOSITORS UNDER THIS SECTION ARE GENERAL CREDITORS UNDER § 9-329 OF THIS TITLE ("PRIORITY OF CLAIMS").

COMMITTEE COMMENT: This section replaces without substantive change CA § 6-212(c).

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

9-426. MEMBERSHIP IN MARYLAND SAVINGS-SHARE INSURANCE CORPORATION OR FEDERAL HOME LOAN BANK.

A SAVINGS AND LOAN ASSOCIATION SHALL BECOME AND PARTICIPATE AS A MEMBER IN THE MARYLAND SAVINGS-SHARE INSURANCE CORPORATION OR A FEDERAL HOME LOAN BANK.