

Also in item (3) of this section, the phrase (material factors) "relating to the conversion" was deleted as unnecessary.

The former reference to the Division Director's preliminary approval now appears in § 9-605 of this subtitle.

"Division Director" and "capital stock association" are defined in § 9-101 of this title.

9-605. PRELIMINARY APPROVAL.

WITHIN 60 DAYS OF THE FILING OF AN APPLICATION, IF THE DIVISION DIRECTOR FINDS THAT THE MUTUAL ASSOCIATION HAS MET THE REQUIREMENTS OF § 9-604 OF THIS SUBTITLE, THE DIVISION DIRECTOR SHALL ISSUE TO THE CONVERTING ASSOCIATION A LETTER OF PRELIMINARY APPROVAL OF THE CONVERSION.

COMMITTEE COMMENT: This section replaces part of the first sentence of former CA, § 6-217(d)(1), as that sentence relates to the preliminary approval of the Division Director.

The phrase, "Within 60 days of the filing of the application", is added to initiate the time frame for final approval by the Division Director and to provide a clear event when nonaction of the Director presents a right of appeal.

"Division Director" and "mutual association" are defined in § 9-101 of this title.

9-606. MEETING OF MEMBERS.

(A) MEETING CALLED.

ON RECEIPT OF THE DIVISION DIRECTOR'S LETTER OF PRELIMINARY APPROVAL, THE BOARD OF DIRECTORS OF THE CONVERTING ASSOCIATION SHALL CALL A MEETING OF THE MEMBERS FOR THE PURPOSE OF CONSIDERING THE PLAN OF CONVERSION TO A CAPITAL STOCK ASSOCIATION.

(B) NOTICE.

AT LEAST 10 DAYS, BUT NOT MORE THAN 90 DAYS, BEFORE THE MEETING, THE CONVERTING ASSOCIATION SHALL MAIL NOTICE OF THE MEETING TO ALL MEMBERS ENTITLED TO VOTE.

COMMITTEE COMMENT: This section replaces the first and second sentences of former CA § 6-217(d)(2).

Throughout this section, the word "special" (meeting) was deleted since the subject of conversion may be considered at a regular meeting.

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