

(B) EFFECTIVE.

WHEN THE STATE DEPARTMENT OF ASSESSMENTS AND TAXATION ACCEPTS THE CHARTER AMENDMENTS FOR RECORD, THE MUTUAL ASSOCIATION BECOMES A CAPITAL STOCK ASSOCIATION.

COMMITTEE COMMENT: This section replaces former CA § 6-217(f).

In subsection (a) of this section, "Final order of approval" was substituted for "letter of formal approval" in keeping with administrative procedure.

In subsection (b) of this section, the term "accepts" is substituted for "filing" as the more correct event that signifies incorporation.

Also in subsection (b), the phrase "the mutual association becomes a capital stock association" was substituted for "conversion shall take effect" to conform to similar provisions elsewhere in the Code.

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

9-611. RESERVED.

9-612. RESERVED.

PART II. STATE-CHARTERED CONVERSION TO FEDERALLY CHARTERED.

9-613. AUTHORITY TO CONVERT.

A MARYLAND SAVINGS AND LOAN ASSOCIATION MAY CONVERT TO A FEDERAL ASSOCIATION IF:

(1) IT IS ELIGIBLE TO BECOME A MEMBER OF THE FEDERAL HOME LOAN BANK SYSTEM;

(2) ITS MEMBERS APPROVE;

(3) WITHIN 6 MONTHS AFTER MEMBER APPROVAL, THE ASSOCIATION ACTS TO CONVERT IN THE MANNER REQUIRED BY FEDERAL LAW; AND

(4) IT RECEIVES A FEDERAL CHARTER.

COMMITTEE COMMENT: This section replaces the references in former CA § 6-228 to the authority to convert, shareholder approval, action to convert, and receipt of a federal charter.

In this section, the term "Maryland" was added to the defined term "savings and loan association"