

As to subsection (a) of this section, the former phrase "situations complained of in the petition for his appointment" was deleted to make clear that the conservator acts in accordance with the findings and order of the court which are not necessarily the same as the irregularities complained of in the petition.

In subsection (b)(2) of this section, the word "business" was substituted for "affairs".

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

9-703. OPERATION OF A SAVINGS AND LOAN ASSOCIATION BY A CONSERVATOR.

(A) DIRECTORS, OFFICERS, AND EMPLOYEES.

IF A COURT APPOINTS A CONSERVATOR, EACH DIRECTOR, OFFICER, AND EMPLOYEE OF A SAVINGS AND LOAN ASSOCIATION MAY REMAIN IN THE RESPECTIVE OFFICE OR POSITION UNLESS REMOVED IN ACCORDANCE WITH THIS SUBTITLE.

(B) EXISTING ACCOUNTS.

THE COURT MAY ORDER THAT MEMBERS OF A SAVINGS AND LOAN ASSOCIATION:

(1) SHALL CONTINUE TO MAKE PAYMENTS IN ACCORDANCE WITH ANY CONTRACT WITH THE ASSOCIATION; AND

(2) MAY WITHDRAW MONEY FROM THEIR SAVINGS ACCOUNTS IN ACCORDANCE WITH THE ORDER OF THE COURT.

(C) NEW ACCOUNTS AND DEPOSITS.

THE CONSERVATOR MAY ACCEPT NEW ACCOUNTS AND ADDITIONS TO EXISTING ACCOUNTS. ANY AMOUNTS RECEIVED UNDER THIS SUBSECTION:

(1) MAY BE SEGREGATED; AND

(2) IF PROVIDED BY ORDER OF THE COURT, MAY NOT BE:

(I) SUBJECT TO OFFSET; OR

(II) USED TO LIQUIDATE ANY INDEBTEDNESS THAT EXISTED AT THE TIME THE CONSERVATOR WAS APPOINTED OR THAT WAS INCURRED TO LIQUIDATE INDEBTEDNESS THAT EXISTED AT THE TIME THE CONSERVATOR WAS APPOINTED.

COMMITTEE COMMENT: This section replaces the first part of former Art. 23, § 161K(d) and the first two sentences of (e).

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