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

9-404. SPECIFIC PURPOSE ACCOUNTS.

(A) AUTHORITY TO FOREGO PAYMENT.

EXCEPT AS PROVIDED IN SUBSECTION (B) OF THIS SECTION, A SAVINGS AND LOAN ASSOCIATION NEED NOT PAY ANY DIVIDEND OR INTEREST ON ANY SPECIFIC PURPOSE ACCOUNT, SUCH AS A "CHRISTMAS" OR "VACATION" ACCOUNT.

(B) RATE.

A SAVINGS AND LOAN ASSOCIATION SHALL PAY AT LEAST 3 PERCENT ANNUAL INTEREST OR DIVIDEND ON SAVINGS ACCOUNTS THAT ARE FOR:

(1) A PERIOD OF 1 YEAR OR LESS; AND

(2) A SPECIFIC PURPOSE, SUCH AS "CHRISTMAS" OR "VACATION" ACCOUNTS.

REVISOR'S NOTE: This section is new language derived without substantive change from Art. 23, §§ 160 and 160 1/2.

In subsection (a) of this section, the present phrases "from time to time" and "but pay dividends on other funds in account with it during the same dividend period" are deleted as unnecessary.

In subsection (b) of this section, the word "dividend" is added for consistency with this subtitle.

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

9-405. SMALL ACCOUNTS.

AS TO ANY FREE SHARE ACCOUNT THAT HAS A WITHDRAWAL VALUE OF LESS THAN $25, A SAVINGS AND LOAN ASSOCIATION:

(1) MAY NOT CHARGE A PENALTY OR SERVICE CHARGE; AND

(2) NEED NOT PAY A DIVIDEND ON THE ACCOUNT.

REVISOR'S NOTE: This section is new language derived without substantive change from Art. 23, § 161FF(b).

"Savings and loan association" is defined in §