

directors, as its charter or bylaws provide.

(c) (1) Each director of a savings and loan association shall be:

(i) A citizen of the United States; and

(ii) A member of the association or the holder of a savings account in the association.

(2) At least two-thirds of the directors shall be residents of this State.

(3) Each nonresident director shall be approved by the Division Director as qualified to serve.

(d) Subsection (c)(1)(ii) of this section does not apply to any member of a board of directors who was serving on a board before July 1, 1980.

DRAFTER'S NOTE: The inclusion of this provision is intended to correct an error in a function paragraph noted by the Attorney General in a May 5, 1986 letter to the Director of the Department of Legislative Reference regarding the adequacy of the title of Chapter 282 (House Bill 466) of the Acts of 1986. That letter noted that an amended provision of law, relating to approval of a nonresident director of a savings and loan association by the Director of the Division of Savings and Loan Associations, was shown in a function paragraph to be unamended. This Curative Bill reprints the amended provision as it now exists, with a related title reference, in order to validate the changes made by Chapter 282.

9-322.

Capital stock shall:

(1) Have a par value of \$1 a share, or any greater amount that the charter may provide;

(2) Be nonassessable, notwithstanding any provision in the charter, bylaws, or on the capital stock certificate;

(3) Be nonredeemable until each claim against and each liability of the capital stock association is satisfied fully, and each savings account is paid to its holder at its withdrawal value;

(4) Be entitled to payment of dividends but only after dividends or interest are paid on each savings account as provided in Subtitle 4 of this title;