

"free-share" to conform to current terminology.

"Association", "Corporation", and "Division Director" are defined in § 10-101 of this title.

10-107. MEMBERSHIP — EFFECTIVENESS; TERM; DUTIES.

(A) MEMBERSHIP EFFECTIVE.

(1) AN ASSOCIATION BECOMES A MEMBER OF THE CORPORATION WHEN:

(I) THE DIVISION DIRECTOR HAS CERTIFIED THAT THE ASSOCIATION QUALIFIES UNDER § 10-106 OF THIS TITLE; AND

(II) THE BOARD OF DIRECTORS OF THE CORPORATION HAS APPROVED THE APPLICATION.

(2) THE BOARD OF DIRECTORS OF THE CORPORATION MAY DENY THE APPLICATION OF AN ASSOCIATION ONLY FOR GOOD CAUSE SHOWN.

(B) TERM OF MEMBERSHIP.

SUBJECT TO THE CORPORATION'S BYLAWS, RULES, AND REGULATIONS, MEMBERSHIP IN THE CORPORATION CONTINUES AS LONG AS THE CORPORATION EXISTS, BUT A MEMBER MAY WITHDRAW FROM THE CORPORATION BY:

(1) GIVING WRITTEN NOTICE AT LEAST 1 YEAR IN ADVANCE; AND

(2) COMPLYING WITH THE BYLAWS, RULES, AND REGULATIONS OF THE CORPORATION.

(C) DUTIES OF MEMBERS.

EACH MEMBER SHALL MAKE THE INVESTMENTS AND PAY THE ASSESSMENTS, PREMIUMS, AND OTHER CHARGES THAT ARE REQUIRED FOR PARTICIPATION IN THE CORPORATION.

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

As to subsection (a) of this section, although a proposed association may apply for membership as part of the overall process of organization as a savings and loan association, only an association that is incorporated as a savings and loan association may be accepted into membership.

The present reference to Art. 23, § 150 is deleted as obsolete.

See Title 9, Subtitle 4 of this article as to the authority granted to associations of this State

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