

NORTH CAROLINA GENERAL ASSEMBLY
1969 SESSION

CHAPTER 449
SENATE BILL 403

1 AN ACT TO AUTHORIZE STATE CHARTERED SAVINGS AND LOAN ASSOCIATIONS
2 TO ACCEPT SAVINGS DEPOSITS IN A MANNER SIMILAR TO FEDERAL
3 SAVINGS AND LOAN ASSOCIATIONS DOING BUSINESS IN NORTH CAROLINA.
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5 The General Assembly of North Carolina do enact:
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7 **Section 1.** Notwithstanding any other provisions of law, any building and loan
8 association or savings and loan association incorporated under the laws of this State or any
9 federal savings and loan association having its principal office in North Carolina is authorized
10 to raise capital in the form of such savings deposits or savings accounts as are authorized by its
11 charter or by regulation of the Commissioner of Insurance and may issue such passbooks, time
12 certificates of deposit, or other evidence of savings accounts as are so authorized. Holders of
13 savings accounts and obligors of an association shall to such extent as may be provided by its
14 charter or by regulations of the Commissioner of Insurance, be members of the association, and
15 shall have such voting rights and such other rights as are thereby provided. Except as may be
16 otherwise authorized by the association's charter or regulation of the Commissioner of
17 Insurance in the case of savings accounts for fixed or minimum terms of not less than thirty
18 days, the payment of any savings account shall be subject to the right of the association to
19 require such advance notice, not less than thirty days, as shall be provided for by the charter of
20 the association or the regulations of the Commissioner of Insurance. The payment of
21 withdrawals from savings accounts in the event an association does not pay all withdrawals in
22 full (subject to the right of the association to require notice) shall be subject to such rules and
23 procedures as may be prescribed by the association's charter or by regulation of the
24 Commissioner of Insurance. Savings accounts shall not be subject to check or to withdrawal or
25 transfer on negotiable or transferable order or authorization to the association, but the
26 Commissioner of Insurance may by regulation provide for withdrawal or transfer of savings
27 accounts upon nontransferable order or authorization. To such extent as the Commissioner of
28 Insurance may authorize by regulation or advice in writing, an association may borrow, may
29 give security, and may issue such notes, bonds, debentures, or other obligations, or other
30 securities as the Commissioner of Insurance may so authorize.

31 **Sec. 2.** Any capital raised pursuant to the provisions of Section 1 of this Act shall
32 be added to the amount of capital raised by the issuance of stock of the association for the
33 purposes of determining the amount of the reserve fund required by G.S. 54-14.

34 **Sec. 3.** The Commissioner of Insurance shall adopt rules and regulations for the
35 implementation of the authority herein vested in savings and loan associations.

36 **Sec. 4.** All laws and clauses of laws in conflict with this Act are hereby repealed.

37 **Sec. 5.** This Act shall become effective upon its ratification.

38 In the General Assembly read three times and ratified, this the 8th day of May,

39 1969.