

REFERENCE TITLE: **savings and loans; technical correction**

State of Arizona
Senate
Forty-eighth Legislature
First Regular Session
2007

SB 1063

Introduced by
Senator Gray C

AN ACT

**AMENDING SECTION 6-417, ARIZONA REVISED STATUTES; RELATING TO SAVINGS AND
LOAN ASSOCIATIONS.**

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 6-417, Arizona Revised Statutes, is amended to
3 read:

4 6-417. Directors

5 The business affairs of the association shall be exercised by its board
6 of directors, which shall be elected, and shall exercise its powers, as
7 follows:

8 1. The board of directors shall consist of the number of directors
9 fixed by the articles of incorporation but shall be not less than five nor
10 more than twenty-five. ~~;~~ All directors shall be bona fide members of the
11 association, and at all times at least two-thirds of the directors shall be
12 residents of this state.

13 2. Directors shall be elected as provided in the by-laws of the
14 association and shall serve until their successors are elected and
15 qualified. In all elections of directors cumulative voting shall be
16 permitted as provided in the Constitution of Arizona.

17 3. In the event of a vacancy on the board of directors from any cause,
18 the remaining directors shall have full power and authority to continue the
19 management of the association, and to fill any such vacancy.

20 4. The board of directors shall hold regular meetings as provided in
21 the by-laws. Special meetings may be held as provided in the by-laws, and
22 also upon call by the superintendent after not less than twelve hours' notice
23 by personal or mail service to each director.

24 5. A majority of the board of directors shall constitute a quorum for
25 the transaction of business unless a greater number is required in the
26 by-laws. The act of the majority of the directors present at a meeting at
27 which a quorum is present shall be the act of the board of directors, unless
28 the act of a greater number is required by law, the articles of
29 incorporation, or the by-laws.

30 6. The board of directors shall have all powers which are necessary
31 and proper to enable the association to accomplish its purpose.

32 7. The board of directors may adopt or amend by-laws, but no by-laws
33 shall be effective until ~~it has~~ **THEY HAVE** been submitted to and approved by
34 the superintendent as being in conformity with this chapter. Each adopted
35 amendment shall be subject to the same inquiry by the superintendent as the
36 corresponding provision in the original by-laws of the association. The
37 superintendent may require approval by a majority vote of the members for an
38 amendment changing the location of the business office of the association.