

SENATE, No. 2726

STATE OF NEW JERSEY
219th LEGISLATURE

INTRODUCED JULY 28, 2020

Sponsored by:

Senator BOB SMITH

District 17 (Middlesex and Somerset)

SYNOPSIS

Concerns election of mutual savings bank holding company board of directors.

CURRENT VERSION OF TEXT

As introduced.



(Sponsorship Updated As Of: 1/28/2021)

1 AN ACT concerning election of mutual savings bank holding
2 company boards of directors and amending P.L.1987, c.201.

3
4 **BE IT ENACTED** *by the Senate and General Assembly of the State*
5 *of New Jersey:*

6
7 1. Section 11 of P.L.1987, c.201 (C.17:9A-392) is amended to
8 read as follows:

9 11. Every mutual savings bank holding company shall be
10 managed by a board of not less than six nor more than 21 directors.
11 Directors shall be elected by a plurality of the members **[of the**
12 **board of directors]** of the mutual savings bank holding company at
13 the annual meeting, for a term of up to three years, as provided in
14 the bylaws. Each director shall serve for the term for which he is
15 elected and until his successor is elected and has qualified. A
16 vacancy on the board of directors may be filled by a plurality of the
17 members of the board of directors for the remainder of the
18 unexpired term. If the board fails to fill the vacancy within one
19 year, the commissioner may do so. Elections of directors shall be
20 certified by the board and shall be filed with the department within
21 15 days.

22 The board of directors shall hold an annual meeting within the
23 first four months of each calendar year, and other meetings at such
24 times and so often as they shall deem necessary. The annual
25 meeting shall be held at a location within the State. A majority of a
26 quorum of the board of directors shall be necessary to transact the
27 business of the board.

28 (cf: P.L.1987, c.201, s.11)

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30 2. This act shall take effect immediately.

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STATEMENT

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35 This bill amends the statute on mutual savings bank holding
36 company board of directors elections to mandate that directors be
37 elected by a plurality of members of the mutual savings bank
38 holding company at the annual meeting. Under existing law,
39 directors are elected by a plurality of the members of the board of
40 directors.

EXPLANATION – Matter enclosed in bold-faced brackets **[thus]** in the above bill is
not enacted and is intended to be omitted in the law.

Matter underlined thus is new matter.