

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

**Article - Financial Institutions**

2-111.

(A) The Bank Commissioner, [and the] employees of the Bank Commissioner's office, AND OTHER STATE EMPLOYEES ACTING UNDER SUPERVISION OF THE BANK COMMISSIONER'S OFFICE may not own stock in any institution that is subject to examination or supervision by the Bank Commissioner.

(B) THIS SECTION DOES NOT APPLY TO A MEMBER SHARE ACCOUNT OF THE BANK COMMISSIONER, AN EMPLOYEE OF THE BANK COMMISSIONER'S OFFICE, OR OTHER STATE EMPLOYEES ACTING UNDER THE SUPERVISION OF THE BANK COMMISSIONER'S OFFICE HELD AT A CREDIT UNION THAT HAS A MEMBERSHIP OF OVER 60,000 STATE EMPLOYEES.

2-112.

(a) Except as provided in subsection (b) of this section, the Bank Commissioner, [and the] employees of the Bank Commissioner's office, AND OTHER STATE EMPLOYEES ACTING UNDER THE SUPERVISION OF THE BANK COMMISSIONER'S OFFICE may not:

(1) Become indebted to any institution that is subject to the jurisdiction of the Bank Commissioner; or

(2) Engage or be interested in the sale of securities of or in the negotiation of loans for others to or with any banking institution or credit union.

(b) This section does not apply to a loan that [a credit union makes to a depositor if the loan is less than the amount of the deposit.] IS:

(1) MADE TO A MEMBER OF A CREDIT UNION THAT HAS A MEMBERSHIP OF OVER 60,000 STATE EMPLOYEES; AND

(2) APPROVED BY:

(I) A CREDIT COMMITTEE APPROVAL UNDER § 6-503(A)(1) OF THIS ARTICLE; AND

(II) THE BOARD OF DIRECTORS.

(C) THE BANK COMMISSIONER, EMPLOYEES OF THE BANK COMMISSIONER'S OFFICE, AND OTHER STATE EMPLOYEES ACTING UNDER THE SUPERVISION OF THE BANK COMMISSIONER'S OFFICE MAY NOT:

(1) SERVE AS AN OFFICER, DIRECTOR, OR COMMITTEE MEMBER OF A CREDIT UNION; OR