

ten per cent (10%) of the unimpaired capital and surplus of the bank, and the overall investment of the bank in such property leased to all lessees shall at no time exceed one hundred per cent (100%) of its unimpaired capital and surplus; and by loaning money on personal or real security, as provided hereinafter.

Seventh: To deposit securities for the purpose of securing deposits of the United States government and its agencies, and the State of Maryland and its departments and agencies, including the Treasurer and Comptroller, and counties, cities, towns and other political subdivisions of the State of Maryland, or to secure the surety or sureties on bonds furnished to secure such deposits, and to pledge securities to secure the money of estates administered under the bankruptcy laws of the United States.

SEC. 2. *And be it further enacted*, That this Act shall take effect June 1, 1967.

Approved April 21, 1967.

CHAPTER 493

(Senate Bill 388)

AN ACT to repeal and re-enact, with amendments, Section 77 of Article 11 of the Annotated Code of Maryland (1957 Edition and 1966 Supplement), title "Banks and Trust Companies," subtitle "General Regulations," to include deposits made by the City of Baltimore as demand deposits against which a reserve must be maintained; and to eliminate the necessity of maintaining a reserve against deposits of public funds which are fully secured by a pledge of collateral required by law.

SECTION 1. *Be it enacted by the General Assembly of Maryland*, That Section 77 of Article 11 of the Annotated Code of Maryland (1957 Edition and 1966 Supplement), title "Banks and Trust Companies," subtitle "General Regulations," be and it hereby is repealed and re-enacted, with amendments, to read as follows:

77.

Every bank (other than a savings bank without capital stock) shall keep on hand at all times a reserve of at least 15 per cent of its deposits, payable on demand; which reserve may be kept as cash on hand, or on deposit in such bank or banks, trust company or trust companies of good standing, as the board of directors or executive committee by resolution may direct. Every bank shall also keep on hand at all times a reserve of at least three per cent (3%) of their time deposits; which reserve may be kept as cash on hand, or on deposit in such bank or banks, or trust company or trust companies of good standing, as the board of directors or executive committee by resolution may direct, or in the form of direct obligations of the United States government, or the State of Maryland. Every trust company shall keep on hand at all times a reserve of at least 10 per cent of its deposits payable on demand [(not including thereunder, however, any deposits made by the City of Baltimore and secured by the counter deposits of Baltimore City stock)]; which reserve shall be