

period or the fifteen-year period provided in subsection (b) hereof.]]
11.

The Maryland Higher Education Loan Corporation shall be subject to the supervision and examination of the Bank Commissioner, but shall not be deemed to be a banking organization nor required to pay a fee for any such supervision or examination. Such corporation shall make an annual report of its condition to the Governor, the General Assembly, and the Bank Commissioner, on or before June first of each year] AT THE END OF EACH FISCAL YEAR.

SECTION 2. AND BE IT FURTHER ENACTED, That Section 23 be and it is hereby added to Article 95 of the Annotated Code of Maryland (1969 Replacement Volume and 1972 Supplement), title "Treasurer," to follow immediately after Section 22 thereof, and to read as follows:

23.

(A) NOTWITHSTANDING ANY PROVISION OF LAW TO THE CONTRARY, THE TREASURER MAY INVEST AND REINVEST MONEYS OF THE STATE IN OBLIGATIONS GUARANTEED BY THE MARYLAND HIGHER EDUCATION LOAN CORPORATION PURSUANT TO ARTICLE 43A OF THIS CODE, UNDER PROCEDURES, TERMS, AND CONDITIONS, INCLUDING THE IMPOSITION OF SERVICE CHARGES, AS THE TREASURER PRESCRIBES, BUT:

(1) THE HOLDERS OF THE OBLIGATIONS SHALL BE BANKS (INCLUDING COMMERCIAL BANKS, SAVINGS BANKS, TRUST COMPANIES, SAVINGS AND LOAN ASSOCIATIONS, AND BUILDING AND LOAN ASSOCIATIONS) APPROVED BY THE GOVERNOR;

(2) THE TOTAL AMOUNT OF STATE MONEYS WHICH MAY BE INVESTED AT ANY ONE TIME IN THE OBLIGATIONS SHALL NOT EXCEED TEN MILLION DOLLARS (\$10,000,000.00);

(3) THE TREASURER SHALL NOT INVEST OR REINVEST IN THE OBLIGATIONS HELD BY A PARTICULAR BANK EXCEPT TO THE EXTENT THAT THE BANK'S VOLUME OF LOANS GUARANTEED BY THE MARYLAND HIGHER EDUCATION LOAN CORPORATION EXCEEDS ONE PERCENT (1%) OF THE BANK'S TOTAL DEPOSITS;

(4) THE INVESTMENT OR REINVESTMENT OF STATE MONEYS IN ANY ONE OF THE OBLIGATIONS SHALL NOT EXCEED EIGHTY PERCENT (80%) OF THE PRINCIPAL AMOUNT OF THE PARTICULAR OBLIGATION; AND

(5) THE BANK HOLDING ONE OF THE OBLIGATIONS IN WHICH STATE MONEYS ARE INVESTED, SHALL BE THE COLLECTING AGENT FOR THE STATE WITH REGARD TO THE STATE'S PORTION OF THE OBLIGATION.

(B) IN ADDITION TO THE SECURITY IN THE FORM OF COLLATERAL PROVIDED FOR IN SECTION 21 OF THIS ARTICLE AND IN ARTICLE 90, SECTION 9, THE TREASURER, WITH THE APPROVAL OF THE GOVERNOR MAY ACCEPT FROM BANKS, AS SECURITY FOR DEPOSITS OF STATE MONEYS, OBLIGATIONS GUARANTEED BY THE MARYLAND HIGHER EDUCATION LOAN CORPORATION PURSUANT TO ARTICLE 43A OF THIS CODE.