

CHAPTER 731

(House Bill 625)

AN ACT concerning

State Funds - Collateralization

FOR the purpose of expanding the types of collateral a bank or trust company used as a depository for State monies may give as security for these monies; providing that this collateral is to be delivered to a custodian for the benefit of the State, requiring that certain reports pertaining to accounting for such deposits be submitted to the State Treasurer, and relating generally to collateralization of public funds on deposit in banks and trust companies.

BY adding to

Article 95 - Treasurer  
Section 21A  
Annotated Code of Maryland  
(1969 Replacement Volume and 1973 Supplement)

BY repealing and re-enacting, with amendments,

Article 95 - Treasurer  
Section 21 and 22  
Annotated Code of Maryland  
(1969 Replacement Volume and 1973 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That new Section 21A be and it is hereby added to Article 95 - Treasurer, of the Annotated Code of Maryland (1969 Replacement Volume and 1973 Supplement) to read as follows:

Article 95 - Treasurer

21A.

(A) NOTWITHSTANDING ANY PROVISION OF THIS CODE TO THE CONTRARY, ANY BANK OR TRUST COMPANY SELECTED AS A DEPOSITORY FOR STATE MONIES ACCORDING TO SECTION 21 OF THIS ARTICLE MAY GIVE AS SECURITY FOR THESE MONIES ANY OF THE FOLLOWING TYPES OF COLLATERAL:

(1) OBLIGATIONS ISSUED, INSURED OR GUARANTEED BY THE UNITED STATES GOVERNMENT;