

(2) OBLIGATIONS OF THE WORLD BANK AND THE INTER-AMERICA DEVELOPMENT BANK;

(3) OBLIGATIONS ISSUED OR GUARANTEED BY AN AGENCY OF THE UNITED STATES GOVERNMENT;

(4) STUDENT LOANS GUARANTEED BY THE UNITED STATES GOVERNMENT OR THE STATE OF MARYLAND;

(5) [[OBLIGATIONS OF ANY STATE, COUNTY, CITY OR OTHER GOVERNMENTAL AUTHORITIES AND INSTRUMENTALITIES WHICH ARE RATED BAA OR HIGHER BY A RECOGNIZED RATING AGENCY AND ARE NOT IN DEFAULT AS TO PAYMENTS ON PRINCIPAL OR INTEREST]] FEDERAL DEPOSIT INSURANCE CORPORATION INSURANCE.

(6) OBLIGATIONS OF STATE, COUNTY, CITY OR OTHER GOVERNMENTAL AUTHORITIES AND INSTRUMENTALITIES OF MARYLAND.

(B) THE MARKET VALUE OF COLLATERAL GIVEN AS SECURITY FOR DEPOSITS OF STATE MONIES SHALL AT ALL TIMES BE EQUAL TO NOT LESS THAN 100% OF THE STATE MONIES IN DEPOSIT.

(C) (1) COLLATERAL PLEDGED FOR PUBLIC DEPOSITS SHALL BE DELIVERED TO A CUSTODIAN FOR THE BENEFIT OF THE STATE OF MARYLAND. A BANKING INSTITUTION MAY ACT AS CUSTODIAN UNLESS DISAPPROVED FOR THIS PURPOSE BY THE COMPTROLLER OF THE CURRENCY IN THE CASE OF A NATIONAL BANK, OR BY THE STATE BANK COMMISSIONER IF A STATE BANK. IN NO EVENT MAY A CUSTODIAN BE APPROVED UNLESS ITS ASSETS ARE AT LEAST EQUAL TO 200% OF THE VALUE OF COLLATERAL HELD FOR ANY ONE DEPOSITORY. BANKING INSTITUTIONS OUTSIDE THE STATE OF MARYLAND MAY ACT AS A CUSTODIAN IF SPECIFICALLY APPROVED FOR THIS PURPOSE BY THE COMPTROLLER OF THE CURRENCY, IF A NATIONAL BANK, OR THE APPROPRIATE STATE BANK COMMISSIONER IN THE STATE IN WHICH THE HEAD OFFICE OF THE BANKING INSTITUTION IS DOMICILED, IF A STATE BANK.

(2) THE DEPOSITORY MAY MAKE CHANGES AND SUBSTITUTIONS IN AND ADDITIONS TO THE COLLATERAL DELIVERED TO A CUSTODIAN, SUBJECT TO THE DUTY OF THE DEPOSITORY AT ALL TIMES TO MAINTAIN THE TOTAL AMOUNT OF ASSETS PLEDGED AT LEAST IN THE AMOUNT REQUIRED FOR ALL PUBLIC DEPOSITS SECURED THEREBY.

(3) FOR THE PURPOSE OF THIS SECTION, A CUSTODIAN MEANS A FEDERAL RESERVE BANK, A BANK AND TRUST COMPANY, A TRUST COMPANY, OR A STATE OR NATIONAL BANK.

(D) UPON REQUEST OF THE STATE TREASURER, A DEPOSITORY SHALL MAKE A REPORT OF THE TOTAL AMOUNT OF THE