

bank or banks, trust company or trust companies of good standing, as the board of directors or executive committee by resolution may direct. A bank or trust company may keep as part of its reserve requirements an amount not to exceed 5[] PERCENT of its deposits in the form of registered or coupon bonds, public stock of the United States or the State of Maryland, or Baltimore City, or the bonds of any county or municipal corporation of this State, which shall be approved by the Commissioner. Every bank and trust company shall also keep on hand at all times a reserve of at least [three] 3 percent [(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. Cash items [shall] MAY not be considered as a part of the reserve herein required to be kept by either banks or trust companies. [No] A state bank or trust company [shall] MAY NOT be required to maintain any such reserve on a deposit of public funds when such deposits are fully secured by pledge of collateral as authorized and permitted by this article.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1976.

Approved May 4, 1976.

CHAPTER 262

(Senate Bill 134)

AN ACT concerning

Banks and Trust Companies - Debt Instruments

FOR the purpose of requiring the approval of the State Bank Commissioner before a State bank or trust company may retire any debt instrument ; and making stylistic changes.

BY repealing [[and reenacting, with amendments,]]

Article - Corporations and Associations
Section 6-125(f) and 6-146(f)
Annotated Code of Maryland
(1975 Volume and 1975 Supplement)

BY adding to

Article - Corporations and Associations