

AN ACT concerning

Sureties - Sale of Security on Default

FOR the purpose of repealing those provisions relating to the sale by the State Treasurer of stocks and bonds held as collateral in the event of a default on a bond of a bank or trust company; renumbering as appropriate; and generally relating to a sale of certain securities on default.

BY repealing

Article 90 - Sureties
Section 10
Annotated Code of Maryland
(1969 Replacement Volume and 1977 Supplement)

BY renumbering

Article 90 - Sureties
Section 10A
to be Section 10
Annotated Code of Maryland
(1969 Replacement Volume and 1977 Supplement)

Preamble

WHEREAS, Although the Board of Public Works citation occurs only in Section 10, Sections 8, 9, and 10 relate to protection of bank deposits. Provisions which supercede these are included in Sections 21 and 21A of Article 95 (selection of depository; security required; collateral to be given as security by depositories). Therefore, inclusion of Section 10 in Article 90 is unnecessary. Now, therefore,

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That section(s) of the Annotated Code of Maryland be repealed, amended, or enacted to read as follows:

Article 90 - Sureties

[10.

In the event of a default upon a bond of any bank or trust company, the stocks and bonds held as collateral, as provided in § 9 hereof, shall be sold by the State Treasurer, at public or private sale, upon the consent of the banking institution pledging the same or of the receiver or other official in charge of the affairs of said bank at the best price obtainable by him, and the purchaser of said stocks and bonds may pay for the same either at the time of the transfer of said stocks and bonds or over such period or periods of time and upon such terms as may be fixed by the State Treasurer, and the State Treasurer, by and with the consent of the Board of Public Works, is hereby empowered at