

THROUGH A DEBT RESTRUCTURING, FOR ALLEVIATING IMPENDING OR ACTUAL DEFAULT AND MAY BE ISSUED IN ONE OR MORE SERIES IN AN AMOUNT IN EXCESS OF THAT OF THE BONDS TO BE REFUNDED.

(2) THE PROCEEDS OF ANY BONDS ISSUED FOR THE PURPOSE OF REFUNDING OUTSTANDING BONDS MAY BE APPLIED TO THE PURCHASE OR RETIREMENT AT MATURITY OR REDEMPTION OF OUTSTANDING BONDS EITHER ON THEIR EARLIEST OR ANY SUBSEQUENT REDEMPTION DATE OR UPON THE PURCHASE OR AT THE MATURITY THEREOF AND MAY, PENDING APPLICATION, BE PLACED IN ESCROW TO BE APPLIED TO THE PURCHASE OR RETIREMENT AT MATURITY OR REDEMPTION ON A DATE DETERMINED BY THE AUTHORITY.

(B) (1) ANY ESCROWED PROCEEDS, PENDING USE, MAY BE INVESTED AND REINVESTED IN DIRECT OBLIGATIONS OF THE UNITED STATES OF AMERICA, MATURING AT A TIME OR TIMES APPROPRIATE TO ASSURE THE PROMPT PAYMENT OF THE PRINCIPAL OF AND INTEREST AND REDEMPTION PREMIUM, IF ANY, ON THE OUTSTANDING BONDS TO BE REFUNDED.

(2) THE INTEREST, INCOME AND PROFITS, IF ANY, EARNED OR REALIZED ON ANY INVESTMENT MAY ALSO BE APPLIED TO THE PAYMENT OF THE OUTSTANDING BONDS TO BE REFUNDED.

(3) AFTER THE TERMS OF THE ESCROW HAVE BEEN FULLY SATISFIED AND CARRIED OUT, ANY BALANCE OF PROCEEDS AND INTEREST, INCOME AND PROFITS, IF ANY, EARNED OR REALIZED ON THE INVESTMENTS SHALL BE RETURNED TO THE INSTITUTION FOR USE BY IT IN ANY LAWFUL MANNER.

(C) REFUNDING BONDS SHALL BE SUBJECT TO THIS SUBTITLE IN THE SAME MANNER AND TO THE SAME EXTENT AS OTHER BONDS ISSUED UNDER THIS SUBTITLE.

18-1314. INVESTMENTS.

(A) EXCEPT AS OTHERWISE PROVIDED IN THIS SUBTITLE, THE AUTHORITY MAY INVEST FUNDS IN:

- (1) DIRECT OBLIGATIONS OF THE UNITED STATES;
- (2) OBLIGATIONS AS TO WHICH THE TIMELY PAYMENT OF PRINCIPAL AND INTEREST IS FULLY GUARANTEED BY THE UNITED STATES;
- (3) OBLIGATIONS OF THE FEDERAL INTERMEDIATE CREDIT BANKS, FEDERAL BANKS FOR COOPERATIVES, FEDERAL LAND BANKS, FEDERAL HOME LOAN BANKS, FEDERAL NATIONAL MORTGAGE ASSOCIATION, AND THE GOVERNMENT NATIONAL MORTGAGE ASSOCIATION;
- (4) CERTIFICATES OF DEPOSIT OR TIME DEPOSITS CONSTITUTING DIRECT OBLIGATIONS OF ANY BANK AS DEFINED BY THE LAWS OF THIS STATE. HOWEVER, INVESTMENTS MAY BE MADE ONLY IN THOSE CERTIFICATES OF DEPOSIT OR TIME DEPOSITS IN