

(5) THE EXECUTIVE DIRECTOR FOR INVESTMENTS SHALL APPOINT SUCH EMPLOYEES AS MAY BE PROVIDED FOR IN THE BUDGET TO ASSIST IN CARRYING OUT THE DUTIES OF THE AGENCY. THE STAFF SHALL BE CLASSIFIED EMPLOYEES SUBJECT TO THE PROVISIONS OF ARTICLE 64A EXCEPT FOR EMPLOYEES HOLDING POSITIONS THAT ARE DESIGNATED BY THE EXECUTIVE DIRECTOR, WITH THE APPROVAL OF THE BOARD OF TRUSTEES, AS PROFESSIONAL OR TECHNICAL POSITIONS THAT INVOLVE SPECIALIZED SKILL, EDUCATION, AND KNOWLEDGE, AND WHOSE LABOR IS PREDOMINANTLY INTELLECTUAL RATHER THAN PHYSICAL OR MANUAL. THE COMPENSATION OF UNCLASSIFIED EMPLOYEES SHALL BE DETERMINED BY THE BOARD OF TRUSTEES WITH THE APPROVAL OF THE BOARD OF PUBLIC WORKS. ALL EMPLOYEES OF THE STATE INVESTMENT AGENCY SHALL COMPLY WITH POLICIES PRESCRIBED BY THE BOARD OF TRUSTEES CONCERNING PERSONAL INVESTMENTS AND CONFLICTS OF INTEREST.

(6) THE MEMBERS OF THE STATE INVESTMENT COUNCIL SHALL DETERMINE WHAT BONDING, IF ANY, EMPLOYEES OF THE AGENCY SHALL BE REQUIRED TO HAVE IN ADDITION TO THAT PROVIDED BY THE TREASURER IN ACCORDANCE WITH THE PROVISIONS OF SECTIONS 46 THROUGH 50 OF ARTICLE 78A OF THE ANNOTATED CODE OF MARYLAND.

(7) EXPENSES IN CONNECTION WITH THE ADMINISTRATION AND OPERATION OF THE STATE INVESTMENT AGENCY SHALL BE PAID FROM THE INCOME, INTEREST, AND DIVIDENDS DERIVED FROM DEPOSITS AND INVESTMENTS ADMINISTERED BY THE AGENCY. EXPENDITURES SHALL BE IN ACCORDANCE WITH APPROPRIATIONS MADE BY THE GENERAL ASSEMBLY.

(8) THE BOARD OF TRUSTEES SHALL BE RESPONSIBLE FOR THE BUDGET OF THE STATE INVESTMENT AGENCY. THE EXECUTIVE DIRECTOR OF THE STATE INVESTMENT AGENCY SHALL COMPILE ANNUALLY A COMPREHENSIVE BUDGET. THE BUDGET OF THE INVESTMENT AGENCY SHALL BE SUBMITTED TO THE INVESTMENT COUNCIL FOR REVIEW AND RECOMMENDATION, PRIOR TO SUBMISSION TO THE BOARD OF TRUSTEES.

(9) THE EXECUTIVE DIRECTOR OF THE STATE INVESTMENT AGENCY SHALL SUBMIT A REPORT ON OR BEFORE SEPTEMBER 15 OF EACH YEAR TO THE BOARD OF TRUSTEES ON THE PERFORMANCE AND OPERATION OF THE AGENCY DURING THE FISCAL YEAR CONCLUDED ON THE PRECEDING JUNE 30. THE BOARD MAY PRESCRIBE THE FORMAT OF THE REPORT AND MAY REQUIRE SUCH INFORMATION AS IT DEEMS APPROPRIATE.

(10) (A) THE STATE TREASURER SHALL BE THE CUSTODIAN OF THE ANNUITY SAVINGS FUNDS, ACCUMULATION FUNDS, AND EXPENSE FUNDS OF THE SEVERAL SYSTEMS. ALL PAYMENTS FROM THE FUNDS SHALL BE MADE IN ACCORDANCE WITH RULES ADOPTED BY THE BOARD OF TRUSTEES, WITH THE APPROVAL OF THE STATE TREASURER.