

(B) THE STATE TREASURER SHALL BE THE CUSTODIAN OF THE SECURITIES, INVESTMENTS, DEPOSITS, AND FUNDS OF THE STATE INVESTMENT AGENCY.

(C) THE STATE TREASURER IS AUTHORIZED TO ENTER INTO ARRANGEMENTS WITH 1 OR MORE DULY QUALIFIED BANKS OR TRUST COMPANIES FOR THE SAFE CUSTODY OF INVESTMENTS, FOR BANKING SERVICES, AND FOR ANY OTHER FUNCTION CONSIDERED NECESSARY TO PHYSICALLY SAFEGUARD THE ASSETS MANAGED BY THE STATE INVESTMENT AGENCY.

(D) ANY OF THE SECURITIES PURCHASED BY THE STATE INVESTMENT AGENCY MAY BE DEPOSITED IN VAULTS OR OTHER SAFE DEPOSITORY OUTSIDE THE OFFICE OF THE STATE TREASURER-- --, BOTH IN AND OUTSIDE THIS STATE. A SAFEKEEPING RECEIPT SHALL BE DELIVERED TO AND KEPT ON FILE BY THE STATE INVESTMENT AGENCY FOR ALL SECURITIES SO DEPOSITED. THE SAFEKEEPING RECEIPT SHALL DESCRIBE THE SECURITIES COVERED AND BE PAYABLE ON DEMAND, WITHOUT CONDITIONS, TO THE STATE INVESTMENT AGENCY OR TO ANY DESIGNATED FUND UNDER THE CONTROL OF THE AGENCY OR TO THE STATE TREASURER.

(11) THE STATE INVESTMENT AGENCY MAY INVEST AND REINVEST ASSETS OF A FUND, SUBJECT TO ALL THE TERMS, CONDITIONS, LIMITATIONS, AND RESTRICTIONS IMPOSED BY THE LAWS OF MARYLAND UPON DOMESTIC LIFE INSURANCE COMPANIES IN THE MAKING AND DISPOSING OF THEIR INVESTMENTS; EXCEPT THAT THE AGENCY MAY INVEST A MAXIMUM OF 50 PERCENT OF THE TOTAL FUNDS OF EACH SYSTEM IN COMMON STOCKS OF WHICH NOT MORE THAN 5 PERCENT MAY BE IN NONDIVIDEND PAYING COMMON STOCKS; AND SUBJECT TO LIKE TERMS, CONDITIONS, LIMITATIONS, AND RESTRICTIONS, THE AGENCY SHALL HAVE FULL POWER TO HOLD, PURCHASE, SELL, ASSIGN, TRANSFER, AND DISPOSE OF ANY OF THE SECURITIES AND INVESTMENTS IN WHICH ANY FUND SHALL HAVE BEEN INVESTED, AS WELL AS THE PROCEEDS OF THE INVESTMENTS AND ANY MONEYS BELONGING TO THE FUNDS. GROUND RENT REDEMPTION DEEDS, RELEASES OR REASSIGNMENTS OF MORTGAGES, SATISFACTIONS OR REASSIGNMENTS OF NOTES CONVEYING, RELEASING, OR REASSIGNING ANY INTEREST OWNED BY THE STATE OF MARYLAND FOR THE USE OF A FUND SHALL BE EXECUTED BY ANY 2 OF THE FOLLOWING: TREASURER OF THE STATE OF MARYLAND, EXECUTIVE DIRECTOR OF THE STATE INVESTMENT AGENCY, OR ANOTHER EMPLOYEE OF THE STATE INVESTMENT AGENCY AS DESIGNATED BY THE EXECUTIVE DIRECTOR AND APPROVED BY THE BOARD OF TRUSTEES.

(12) (A) UNDER THE SUPERVISION OF THE BOARD OF TRUSTEES, THE STATE INVESTMENT AGENCY SHALL CONTROL AND MANAGE ALL FUNDS AND MONEYS OF THE SEVERAL SYSTEMS EXCEPT FUNDS WHICH BY LAW ARE REQUIRED TO BE CONTROLLED BY ANOTHER BODY OR AUTHORITY.

(B) THE BOARD OF TRUSTEES SHALL BE DEEMED THE OWNER OF ALL INVESTMENTS OF THE SEVERAL SYSTEMS BUT IT MAY DELEGATE SOME OR ALL INCIDENTS OF OWNERSHIP TO THE STATE INVESTMENT AGENCY FOR THE PURPOSE OF ADMINISTERING THE INVESTMENT PORTFOLIOS OF THE SEVERAL SYSTEMS.