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(a) -- Notwithstanding any provision of this Code to the contrary, any bank or trust company selected as a depository for State moneys according to § 21 of this article may give as security for these moneys any of the following types of collateral:

(1) -- Obligations issued, insured or guaranteed by the United States government;

(2) -- Obligations of the World Bank and the Inter-America Development Bank;

(3) -- Obligations issued or guaranteed by an agency of the United States government;

(4) -- Student loans guaranteed by the United States government or the State of Maryland;

(5) -- Federal Deposit Insurance Corporation insurance;

(6) -- Federal Savings and Loan Insurance Corporation insurance;

(7) -- Maryland Savings Share Insurance Corporation insurance;

(8) -- Obligations of THE State, county, city or other governmental ITS authorities and OR instrumentalities of Maryland, OR

(8) -- GENERAL OBLIGATIONS OF ANY MARYLAND COUNTY OR MUNICIPAL CORPORATION.

(b) -- The market value of collateral given as security for deposits of State moneys shall at all times be equal to not less than 100% of the State moneys in deposit.

(c) -- (1) -- Collateral pledged for public deposits shall be delivered to a custodian for the benefit of the State of Maryland, a banking institution, AUTHORIZED TO CONDUCT COMMERCIAL BANKING IN THE STATE, may act as custodian unless disapproved for this purpose by the Comptroller of the Currency in the case of a national bank, or by the State Bank Commissioner if a State bank. In no event may a custodian be approved unless its assets are at least equal to 200% of the value of collateral held for any one depository. Banking institutions outside the State of Maryland may act as a custodian if specifically approved for this purpose by the Comptroller of the Currency, if a national bank, or the appropriate State Bank Commissioner in the State in which the head office of the banking institution is domiciled, if a State bank. }