NOTWITHSTANDING ANY OTHER PROVISION OF LAW, THE TREASURER MAY INVEST OR REINVEST STATE MONEY IN ANY OBLIGATION THAT THE MARYLAND HIGHER EDUCATION LOAN CORPORATION GUARANTEES IF:

(1) A FINANCIAL INSTITUTION HOLDS THE OBLIGATION; AND

(2) THE GOVERNOR APPROVES THE FINANCIAL INSTITUTION.

(B) CONDITIONS AND LIMITATIONS.

(1) THE TREASURER MAY SET THE CONDITIONS OF THE INVESTMENT OR REINVESTMENT, INCLUDING THE TERM AND ANY SERVICE CHARGE.

(2) THE INVESTMENTS AND REINVESTMENTS UNDER THIS SECTION MAY NOT EXCEED:

(I) FOR ANY 1 OBLIGATION, 80% OF ITS PRINCIPAL;

(II) FOR ANY 1 FINANCIAL INSTITUTION, THE AMOUNT BY WHICH ITS HOLDINGS IN THE OBLIGATIONS EXCEED 1% OF THE TOTAL DEPOSITS OF THE FINANCIAL INSTITUTION; AND

(III) FOR ALL OBLIGATIONS, $10,000,000.

(C) COLLECTING AGENT.

IF THE TREASURER INVESTS OR REINVESTS IN AN OBLIGATION UNDER THIS SECTION, THE FINANCIAL INSTITUTION THAT HOLDS THE OBLIGATION IS THE COLLECTING AGENT OF THE STATE FOR THE INVESTMENT OR REINVESTMENT.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 95, § 23(a).

The new defined term "financial institution" is substituted for the former references to "banks (including commercial banks, ... and building and loan associations)" and "ban[k]", for clarity and conformity. See revisor's note to § 6-201(e) of this subtitle.

Defined terms: "Financial institution" § 6-201
"Includes";"including" § 1-101

6-226. INTEREST.

EXCEPT AS OTHERWISE SPECIFICALLY PROVIDED BY LAW OR BY REGULATION OF THE TREASURER, THE TREASURER SHALL CREDIT TO THE GENERAL FUND ANY INTEREST ON OR OTHER INCOME FROM STATE MONEY THAT THE TREASURER INVESTS.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 95, § 22F(b)(1).