

all the members elected to each of the two Houses of the General Assembly, the same shall take effect from the date of its passage.

Approved May 18, 1985.

CHAPTER 4

(House Bill 4)

AN ACT concerning

Creation of a State Debt - Savings and Loan Association Capital Stabilization and Insurance Loan

FOR the purpose of authorizing the creation of a State Debt in the amount of \$100,000,000, the proceeds to be used for the purpose of providing monies for the Savings and Loan Association Capital Stabilization Fund created under this Act and the Maryland Deposit Insurance Fund; providing for the creation of the Savings and Loan Association Capital Stabilization Fund, the composition of the Fund, and the management, supervision, and application of the Fund; authorizing the issuance to savings and loan associations of obligations payable from the Fund; authorizing the State to issue and sell bond anticipation notes under certain terms and conditions; providing for the expenditure of the bond anticipation note proceeds; providing for certain reporting by the Secretary of Licensing and Regulation to the Joint Budget and Audit Committee of the General Assembly; providing that this Act is an emergency measure; and providing generally for the issue and sale of bonds evidencing the loan, the creation and use of a certain fund, and the issuance of bond anticipation notes by the State.

Preamble

WHEREAS, Public confidence in the security of deposits in privately insured savings and loan associations has been severely eroded by recent events in Ohio; and

WHEREAS, The events in Ohio have led to heightened sensitivity in Maryland to the fiscal integrity and financial stability of privately insured savings and loan associations; and

WHEREAS, Two major State-chartered, privately insured savings and loan associations are under court ordered conservatorships; and

WHEREAS, These events and the consequent erosion of public confidence have led to the proclamation by the Governor of an emergency sufficiently grave to require his directing that