

(1) in any obligation for which the United States has pledged its faith and credit for the payment of the principal and interest;

(2) in any obligation that a federal agency issues in accordance with an act of Congress;

(3) in a repurchase agreement that any of these obligations secures; [or]

(4) with respect to bond sale proceeds only, in bonds, notes, or other obligations of investment grade quality (as established by a nationally recognized rating agency) issued by or on behalf of this or any other state or any agency, department, county, municipal or public corporation, special district, authority, or political subdivision thereof, or in any fund or trust that invests only in securities of the type described in this paragraph; OR

(5) IN SECURITIES OF, OR OTHER INTERESTS IN, ANY OPEN-END OR CLOSED-END MANAGEMENT TYPE INVESTMENT COMPANY OR INVESTMENT TRUST REGISTERED UNDER THE PROVISIONS OF THE FEDERAL INVESTMENT COMPANY ACT OF 1940, 15 U.S.C. § 80A-1 ET SEQ., IF:

(I) THE PORTFOLIO OF THE OPEN-END OR CLOSED-END MANAGEMENT TYPE INVESTMENT COMPANY OR INVESTMENT TRUST IS LIMITED TO DIRECT OBLIGATIONS OF THE UNITED STATES GOVERNMENT AND TO REPURCHASE AGREEMENTS FULLY COLLATERALIZED BY UNITED STATES GOVERNMENT OBLIGATIONS; AND

(II) THE OPEN-END OR CLOSED-END MANAGEMENT TYPE INVESTMENT COMPANY OR INVESTMENT TRUST TAKES DELIVERY OF THAT COLLATERAL, EITHER DIRECTLY OR THROUGH AN AUTHORIZED CUSTODIAN.

(b) The Treasurer may sell, redeem, or exchange an investment or reinvestment made under this section.

(C) (1) SUBJECT TO § 2-1312 OF THE STATE GOVERNMENT ARTICLE, THE TREASURER SHALL REPORT BY JANUARY 3 OF EACH YEAR TO THE GENERAL ASSEMBLY ON ANY INVESTMENTS MADE UNDER SUBSECTION (A)(5) OF THIS SECTION.

(2) THE REPORT SHALL INCLUDE A DETAILED REVIEW OF:

(I) THE AMOUNT AND DURATION OF EACH INVESTMENT;

(II) THE NET INTEREST OR NET INCOME EARNED ON THE INVESTMENT; AND

(III) ANY MANAGEMENT FEE OR OTHER FEES OR EXPENSES PAID DIRECTLY BY THE TREASURER IN CONNECTION WITH THE INVESTMENT.