

WILLIAM DONALD SCHAEFER, Governor

The liability the State assumed for repaying the savings and loan depositors is being funded primarily from the general fund. By the end of calendar year 1989, over \$396 million of general funds will have been used for this purpose. Returning the savings and loan recoveries to the general fund will mitigate, to a small extent, the restraint that has been imposed on general fund programs by the State's commitment to the savings and loan depositors. In addition, by maintaining the discretion that the current law provides, the Governor and the General Assembly will be able to make the appropriate decision concerning the use of recovered funds on the basis of economic conditions and budgetary needs that exist at that time.

For these reasons, I have decided to veto Senate Bill 631.

Sincerely,  
William Donald Schaefer  
Governor

Senate Bill No. 631

AN ACT concerning

Revenue-Stabilization-Account State Reserve Fund  
- Moneys Recovered by  
Maryland Deposit Insurance Fund

FOR the purpose of providing that on and after a certain date certain moneys recovered by the Maryland Deposit Insurance Fund Corporation shall be ~~first--applied--to--repay--any monetary--advance--by--the--State--to--the--Fund~~ transferred to the State Reserve Fund; and providing that certain moneys recovered by the Fund shall be transferred to the Revenue Stabilization Account and the Dedicated Purpose Account of the State Reserve Fund.

BY repealing and reenacting, with amendments,

Article - Financial Institutions  
Section 10-110.2 and 10-120(b)  
Annotated Code of Maryland  
(1986 Replacement Volume and 1988 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article - Financial Institutions

10-110.2.