

(5) interest excluded from federal gross income under § 103 of the Internal Revenue Code and derived from a bond:

(i) issued by a state or a public corporation, special district, political subdivision of a state or their instrumentalities; or

(ii) under § 150 of the Internal Revenue Code, treated as a bond issued by a state or a public corporation, special district, or political subdivision of a state or their instrumentalities.

(C) A FINANCIAL INSTITUTION SHALL SUBTRACT FROM ITS NET EARNINGS COMPUTED UNDER SUBSECTION (A) OF THIS SECTION INTEREST EXPENSE INCURRED TO PURCHASE OR CARRY A BOND AS DEFINED IN SUBSECTION (B)(5) OF THIS SECTION.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 1994.

Approved May 2, 1994.

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**CHAPTER 266**

**(House Bill 427)**

AN ACT concerning

**State Personnel – Advanced and Extended Sick Leave**

FOR the purpose of transferring the authority to grant advanced or extended sick leave from the Secretary of Personnel to certain appointing authorities; providing that the Secretary of Personnel may approve certain sick leave for certain employees under certain circumstances; authorizing the Secretary of Personnel to make certain audits of sick leave; and generally relating to the procedures for granting advanced and extended sick leave for State employees.

BY repealing and reenacting, with amendments,

Article – State Personnel and Pensions

Section 7-508 and 7-509

Annotated Code of Maryland

(1993 Volume)

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