

CHAPTER 675

(House Bill 1444)

AN ACT concerning

**Estates and Trusts - ~~Minors and Disabled Persons~~ Recovery by Minor in Tort -
Investment of Funds**

FOR the purpose of expanding the type of obligations into which certain trustees may invest certain funds; and generally relating to the protection of minors.

BY repealing and reenacting, with amendments,

Article - Estates and Trusts

Section 13-404(b)(1)

Annotated Code of Maryland

(1991 Replacement Volume and 1993 Supplement)

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

Article - Estates and Trusts

13-404.

(b) (1) A trustee who receives a check under § 13-403 of this subtitle shall:

(i) Subject to paragraph (3) of this subsection, deposit the check in any financial institution as defined in § 13-301 of this title; or

(ii) Invest the proceeds of the check, directly or by securities or other interests of a broker or dealer, in general obligations of or obligations guaranteed by the United States or this State, OR OTHER OBLIGATIONS OF THE UNITED STATES OR THIS STATE OR OF ITS POLITICAL SUBDIVISIONS, AGENCIES, AUTHORITIES, OR MUNICIPAL CORPORATIONS THAT ARE RATED IN ONE OF THE TWO HIGHEST RATING CATEGORIES BY A NATIONALLY RECOGNIZED CREDIT RATING AGENCY.

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

Approved May 26, 1994.