

NATIONAL BANK, OR FEDERALLY OR STATE INSURED SAVINGS AND LOAN ASSOCIATIONS LOCATED IN THE STATE THAT HAVE A TOTAL PAID-IN CAPITAL OF AT LEAST \$1,000,000.

(3) THE TRUST DEPARTMENT OF ANY STATE OR NATIONAL BANK OR SAVINGS AND LOAN ASSOCIATION MAY BE DESIGNATED AS A DEPOSITORY TO RECEIVE ANY SECURITIES ACQUIRED OR OWNED BY THE CORPORATION.

(B) UNLESS OTHERWISE PROVIDED IN ANY AGREEMENT OR COVENANT BETWEEN THE CORPORATION AND THE HOLDERS OF ANY OF ITS OBLIGATIONS LIMITING OR RESTRICTING CLASSES OF INVESTMENTS, ANY MONEY OF THE CORPORATION MAY BE INVESTED IN BONDS OR OTHER OBLIGATIONS OF, OR GUARANTEED AS TO PRINCIPAL AND INTEREST BY, THE UNITED STATES OR THIS STATE OR IN THE POLITICAL SUBDIVISIONS OR UNITS OF THIS STATE.

(C) (1) THE CORPORATION SHALL MAKE PROVISION FOR A SYSTEM OF FINANCIAL ACCOUNTING, CONTROLS, AUDITS, AND REPORTS.

(2) THE FISCAL YEAR OF THE CORPORATION SHALL BE JULY 1 TO JUNE 30.

(D) (1) AS SOON AS PRACTICABLE AFTER THE CLOSING OF THE FISCAL YEAR, AN AUDIT SHALL BE MADE OF THE FINANCIAL BOOKS, RECORDS, AND ACCOUNTS OF THE CORPORATION.

(2) THE AUDIT SHALL BE MADE BY INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS, SELECTED BY THE CORPORATION AND LICENSED TO PRACTICE IN THE STATE.

(3) THE ACCOUNTANTS:

(I) MAY NOT HAVE A PERSONAL INTEREST EITHER DIRECTLY OR INDIRECTLY IN THE FISCAL AFFAIRS OF THE CORPORATION;

(II) SHALL BE EXPERIENCED AND QUALIFIED IN THE ACCOUNTING AND AUDITING OF PUBLIC BODIES;

(III) SHALL REPORT THE RESULTS OF THEIR EXAMINATION, INCLUDING THEIR UNQUALIFIED OPINION ON THE PRESENTATION OF THE FINANCIAL POSITION OF THE VARIOUS FUNDS AND THE RESULTS OF THE FINANCIAL OPERATIONS OF THE CORPORATION; AND

(IV) IF THE ACCOUNTANTS ARE UNABLE TO EXPRESS AN UNQUALIFIED OPINION, THEY SHALL STATE AND EXPLAIN IN DETAIL THE REASONS FOR THEIR QUALIFICATION, DISCLAIMER, OR OPINION, INCLUDING ANY RECOMMENDATION NECESSARY TO MAKE POSSIBLE FUTURE UNQUALIFIED OPINIONS.

(E) THE BOOKS, RECORDS, AND ACCOUNTS OF THE CORPORATION ARE SUBJECT TO AUDIT BY THE STATE.

(F) (1) WITHIN THE FIRST 90 DAYS OF EACH FISCAL YEAR, THE CORPORATION SHALL MAKE A REPORT TO THE GOVERNOR, THE BOARD OF COUNTY