America, they are directed, authorized, empowered, and permitted to invest in, purchase, or take as collateral an obligation or security of, or other interest 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:

(1)   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 repurchased agreements fully collateralized by United States government obligations; and

(2)   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) Each of the local government entities, bodies, and agencies set out in subsection (a) of this section shall report annually to the Treasurer, in accordance with procedures established by the Treasurer, on any investments made under this section.

(c)   (1)   Subject to § 2-1246 of the State Government Article, the Treasurer shall report by January 3 of each year to the General Assembly on any investments made by local government entities under this section during the preceding fiscal year.

(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;

(iii)   Any management fee or other fees or expenses paid directly by the local government entity in connection with the investment; and

(iv)   A comparison between the investment and a comparable investment in the local government investment pool established under § 22G of this article.]

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 1998.

Approved May 12, 1998.

CHAPTER 433

(Senate Bill 754)

AN ACT concerning

Baltimore City – Alcoholic Beverages – Club License Exemption

FOR the purpose of exempting Class C beer, wine and liquor (club) licenses issued to