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By: **Charles County Delegation**

Introduced and read first time: February 7, 2000

Assigned to: Appropriations

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Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 25, 2000

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CHAPTER \_\_\_\_\_

1 AN ACT concerning

2 **Charles County - County Treasurer - Investments and Deposits**

3 FOR the purpose of authorizing the County Treasurer of Charles County to invest in  
4 obligations that a federal agency or instrumentality has issued in accordance  
5 with an act of the United States Congress; and altering the types of collateral  
6 that certain banks or financial institutions are required to set aside in escrow as  
7 collateral in order for the County Treasurer of Charles County to be authorized  
8 to make certain investments or deposits.

9 BY repealing and reenacting, with amendments,  
10 The Public Local Laws of Charles County  
11 Section 136-9 B.(1)  
12 Article 9 - Public Local Laws of Maryland  
13 (1994 Edition and June 1998 Supplement, as amended)

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

16 **Article 9 - Charles County**

17 136-9.

18 B. (1) (A) The Treasurer shall invest in short-term United States  
19 government securities or repurchase agreements fully secured by United States  
20 government securities OR IN OBLIGATIONS THAT A FEDERAL AGENCY OR  
21 INSTRUMENTALITY HAS ISSUED IN ACCORDANCE WITH AN ACT OF THE UNITED  
22 STATES CONGRESS, in each case, with stated maturities of the investments not  
23 exceeding 270 days or the local government investment pool established in Article 95,

1 § 22G of the ANNOTATED Code OF MARYLAND or deposit in income-producing bank  
2 accounts, such county funds as are not required to be used for immediate  
3 disbursement or expenditures for county purposes.

4 (B) Investments and deposits are subject to the approval of the  
5 County Commissioners as to the amount so available for investment or deposit and  
6 the acceptable securities, depositories, or financial institutions; however, such  
7 approval shall not relieve the Treasurer of liability for the security of such  
8 investments and deposits according to law.

9 (C) Such investments or deposits shall only be made when the bank  
10 or financial institution has set aside ~~a like amount of United States Treasury bills,~~  
11 ~~bonds, or notes as collateral~~ in escrow A LIKE AMOUNT OF COLLATERAL OF THE  
12 TYPES SET FORTH IN § 6-202 OF THE STATE FINANCE AND PROCUREMENT ARTICLE,  
13 covering the bank deposits by at least a market value of 102% of the deposit amount  
14 to the extent that such deposits are not secured by government insurance.

15 (D) Interest earned on investments and deposits in any one fiscal  
16 year shall be used no later than the following fiscal year for general county expenses.

17 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect  
18 October 1, 2000.