

SENATE BILL 556

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2003 Regular Session
3r1873
CF 3r1528

By: **Senator Lawlah (Joint Committee on the Management of Public Funds)**
and Senators Forehand, Haines, and McFadden

Introduced and read first time: January 31, 2003

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **State Treasurer - Deposit of Physical Securities**

3 FOR the purpose of altering the location where the State Treasurer is required to
4 deposit certain physical securities from a box or vault in certain financial
5 institutions to a box or vault in the offices of the Treasurer; and generally
6 relating to the deposit of physical securities by the Treasurer.

7 BY repealing and reenacting, with amendments,
8 Article - State Finance and Procurement
9 Section 2-602
10 Annotated Code of Maryland
11 (2001 Replacement Volume and 2002 Supplement)

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

14 **Article - State Finance and Procurement**

15 2-602.

16 (a) The Treasurer shall deposit [with a financial institution, as defined in §
17 6-201 of this article,] in a box or vault as provided in subsection (b) of this section:

18 (1) all of the physical securities that the State owns; and

19 (2) all of the physical securities that, by State law, the Treasurer holds,
20 in trust or otherwise, for a corporation or individual.

21 (b) (1) With the approval of the Board of Public Works, the Treasurer shall
22 procure a box or vault [in a financial institution].

23 (2) The box or vault shall be located in [Baltimore City or the City of
24 Annapolis] **THE OFFICES OF THE TREASURER.**

1 (3) Each box or vault in which securities are kept shall be built so that 2
2 different keys are needed to gain access to the securities.

3 (4) The Comptroller and the Treasurer each shall have 1 of these keys.

4 (5) [The financial institution may permit access] ACCESS to a box or
5 vault in which physical securities are kept under this section SHALL BE permitted
6 only:

7 (i) when the Governor, the Comptroller, the Chief Deputy
8 Comptroller, or a Deputy Comptroller accompanies the Treasurer; or

9 (ii) if access is needed and the Treasurer cannot be present:

10 1. when the Governor, the Comptroller, the Chief Deputy
11 Comptroller, or a Deputy Comptroller accompanies the Chief Deputy Treasurer; or

12 2. when the Governor, the Comptroller, or the Chief Deputy
13 Comptroller accompanies a Deputy Treasurer.

14 (c) The Treasurer shall determine which physical securities are deposited or
15 held in each [financial institution] box or vault.

16 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
17 October 1, 2003.