

Chapter 741

(House Bill 437)

AN ACT concerning

Higher Education – University System of Maryland – Quasi-Endowment Funds

FOR the purpose of authorizing the Board of Regents of the University System of Maryland to transfer up to a certain amount of funds from the State-supported fund balance to a quasi-endowment fund; limiting the use of certain proceeds to certain purposes; and generally relating to quasi-endowment funds of the University System of Maryland.

BY repealing and reenacting, with amendments,
Article – Education
Section 12–104(e)(2)
Annotated Code of Maryland
(2014 Replacement Volume and 2016 Supplement)

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

Article – Education

12–104.

(e) (2) (i) Subject to [subparagraph (ii)] **SUBPARAGRAPHS (II) AND (III)** of this paragraph, the Board may maintain and manage quasi-endowment funds.

(ii) The Board may only make a one-time transfer of no more than \$50,000,000 from the non-State supported fund balance held and invested by the State Treasurer to the quasi-endowment fund.

(III) 1. SUBJECT TO THE LIMITATION UNDER SUBSUBPARAGRAPH 2 OF THIS SUBPARAGRAPH, THE BOARD MAY MAKE ONLY A ONE-TIME TRANSFER OF NO MORE THAN \$50,000,000 FROM THE STATE-SUPPORTED FUND BALANCE HELD AND INVESTED BY THE STATE TREASURER TO THE QUASI-ENDOWMENT FUND.

2. THE BOARD MAY USE THE INVESTMENT PROCEEDS FOR FACILITY RENEWAL PROJECTS RELATING ONLY TO CAPITAL FACILITIES USED FOR STATE-SUPPORTED ACTIVITIES.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2017.

Approved by the Governor, May 25, 2017.