

Chapter 742

(Senate Bill 202)

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.