

# HOUSE BILL 448

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CF SB 178

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By: **Delegate Griffith (Chair, Joint Committee on Pensions) and Delegates  
Aumann, Bates, Branch, Conway, Haynes, Heller, James, and Levy**  
Introduced and read first time: February 4, 2009  
Assigned to: Appropriations

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## A BILL ENTITLED

1 AN ACT concerning

2 **State Retirement and Pension System – Investment Manager Service Fees**

3 FOR the purpose of increasing certain limitations on certain fees paid by the Board of  
4 Trustees to certain investment managers; and generally relating to investment  
5 manager service fees for the State Retirement and Pension System.

6 BY repealing and reenacting, with amendments,  
7 Article – State Personnel and Pensions  
8 Section 21–315(d)  
9 Annotated Code of Maryland  
10 (2004 Replacement Volume and 2008 Supplement)

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

13 **Article – State Personnel and Pensions**

14 21–315.

15 (d) (1) Each quarter of the fiscal year the Board of Trustees shall estimate  
16 one-fourth of an amount, not exceeding ~~[0.3%]~~**0.5%** of the market value as of the last  
17 day of the preceding quarter of invested assets that are externally managed exclusive  
18 of assets invested in real estate or alternative investments, necessary to procure and  
19 retain investment management services other than external real estate or alternative  
20 investment management services.

21 (2) The Board of Trustees is not limited in the amount of investment  
22 manager fees that the Board of Trustees may pay as necessary for external real estate  
23 or alternative investment management services.

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.  
[Brackets] indicate matter deleted from existing law.



1           SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect  
2    July 1, 2009.