

SENATE BILL 178

K4

9lr1187
CF 9lr1182

By: **Senator McFadden (Chair, Joint Committee on Pensions)**

Introduced and read first time: January 22, 2009

Assigned to: Budget and Taxation

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.

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.