

SENATE BILL 172

C1
SB 586/25 – JPR

(PRE-FILED)

6lr1155

By: **Senator Muse**

Requested: October 10, 2025

Introduced and read first time: January 14, 2026

Assigned to: Judicial Proceedings

A BILL ENTITLED

1 AN ACT concerning

2 **Corporations and Associations – Methodist Churches – Trust Requirement**
3 **Repeal and Disaffiliation**

4 FOR the purpose of repealing a requirement that the assets of any Methodist Church be
5 held in trust for the United Methodist Church and be subject to the control of the
6 United Methodist Church; repealing a certain provision of law providing that the
7 absence of a trust clause in any deed or conveyance executed before a certain date
8 does not exclude certain local churches from certain provisions of law or
9 responsibilities related to the United Methodist Church; providing that a local
10 church that disaffiliates from the United Methodist Conference shall retain
11 ownership of its real property, subject to a certain reimbursement requirement; and
12 generally relating to Methodist churches.

13 BY repealing
14 Article – Corporations and Associations
15 Section 5–326 and 5–327
16 Annotated Code of Maryland
17 (2025 Replacement Volume)

18 BY adding to
19 Article – Corporations and Associations
20 Section 5–326
21 Annotated Code of Maryland
22 (2025 Replacement Volume)

23 BY renumbering
24 Article – Corporations and Associations
25 Section 5–328
26 to be Section 5–327
27 Annotated Code of Maryland

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



(2025 Replacement Volume)

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

Article – Corporations and Associations

[5–326.

All assets owned by any Methodist Church, including any former Methodist Episcopal Church, Methodist Protestant Church, Methodist Episcopal Church, South, the Washington Methodist Conference, or Evangelical United Brethren Church, whether incorporated, unincorporated, or abandoned:

(1) Shall be held by the trustees of the church in trust for the United Methodist Church; and

(2) Are subject to the discipline, usage, and ministerial appointments of the United Methodist Church, as from time to time authorized and declared by the general conference of that church.]

5–326.

(A) SUBJECT TO SUBSECTIONS (B) AND (C) OF THIS SECTION, A LOCAL CHURCH MAY DISAFFILIATE FROM THE UNITED METHODIST CONFERENCE AND RETAIN OWNERSHIP OF ITS PROPERTY.

(B) A DISAFFILIATING LOCAL CHURCH SHALL REIMBURSE THE UNITED METHODIST CONFERENCE FOR FINANCIAL INVESTMENTS MADE BY THE UNITED METHODIST CONFERENCE FOR THE ACQUISITION, MAINTENANCE, OR IMPROVEMENT OF REAL PROPERTY USED BY THE LOCAL CHURCH IN ACCORDANCE WITH SUBSECTION (C) OF THIS SECTION.

(C) (1) THE UNITED METHODIST CONFERENCE SHALL PROVIDE A DISAFFILIATING LOCAL CHURCH WITH A FULL AND TRANSPARENT ACCOUNTING OF ALL FUNDS THE UNITED METHODIST CONFERENCE HAS CONTRIBUTED FOR THE ACQUISITION, MAINTENANCE, AND IMPROVEMENT OF THE REAL PROPERTY USED BY THE LOCAL CHURCH FROM WHICH THE AMOUNT OF THE REIMBURSEMENT REQUIRED UNDER SUBSECTION (B) SHALL BE DETERMINED.

(2) A DISAFFILIATING LOCAL CHURCH MAY NOT BE REQUIRED TO REIMBURSE THE UNITED METHODIST CONFERENCE FOR ANY AMOUNTS ATTRIBUTABLE TO FINANCIAL INVESTMENTS FOR THE ACQUISITION, MAINTENANCE, OR RENOVATION OF REAL PROPERTY MADE BY THE LOCAL CHURCH.

1 [5–327.

2 The absence of a trust clause in any deed or other conveyance executed before June
3 1, 1953, does not relieve or exclude a local church in any way from its Methodist
4 connectional responsibilities or from the provisions of this part and does not absolve a local
5 congregation or board of trustees of its responsibility to the United Methodist Church, if
6 such an intent of the founders or the later congregations and boards of trustees is indicated
7 by:

8 (1) The conveyance of the assets to the trustees of the local church or any
9 of its predecessors;

10 (2) The use of the name, customs, and polity of the United Methodist
11 Church in such a way as to be known to the community as part of this denomination; or

12 (3) The acceptance of the pastorate of ministers appointed by a bishop of
13 the United Methodist Church or employed by the superintendent of the district in which
14 the local church is located.]

15 SECTION 2. AND BE IT FURTHER ENACTED, That Section(s) 5–328 of Article –
16 Corporations and Associations of the Annotated Code of Maryland be renumbered to be
17 Section(s) 5–327.

18 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect
19 October 1, 2026.