

HCS HB 1523 -- ENDOWMENT FUNDS

This bill changes the laws regarding the guidelines for the management, investment, and expenditures of endowment funds held by charitable institutions and other entities holding funds for charitable purposes. Currently, an endowment fund of permanent duration is created when a gift instrument uses the term "income," "interest," "dividends," or "rents, issues, or profits," or "to preserve the principal intact" or words of that import. The bill specifies that an endowment fund of permanent duration is created when a gift instrument uses any of those term or words of similar import.

The bill contains an emergency clause.