

13-1B-03.

## (A) PRIOR TO THE TRANSFER DATE:

(1) THE BOARD OF PUBLIC WORKS SHALL APPROVE THE ARTICLES OF INCORPORATION OF THE MEDICAL SYSTEM CORPORATION WHICH SHALL REFLECT THE REQUIREMENTS OF THIS SUBTITLE; AND

(2) THE BOARD OF REGENTS AND THE BOARD OF DIRECTORS SHALL TAKE ALL ACTIONS NECESSARY TO CREATE AND ORGANIZE THE MEDICAL SYSTEM CORPORATION, WHICH SHALL BE ORGANIZED FOR CHARITABLE, SCIENTIFIC, AND EDUCATIONAL PURPOSES AND SHALL ATTAIN AND MAINTAIN EXEMPTION FROM FEDERAL INCOME TAXATION BUT WHICH SHALL NOT BE A STATE AGENCY, POLITICAL SUBDIVISION, PUBLIC BODY, PUBLIC CORPORATION, OR MUNICIPAL CORPORATION AND IS NOT SUBJECT TO ANY PROVISIONS OF LAW AFFECTING ONLY GOVERNMENTAL OR PUBLIC ENTITIES.

(B) ON OR AFTER THE TRANSFER DATE, THE MEDICAL SYSTEM CORPORATION SHALL OWN, LEASE, MANAGE, AND OPERATE THE MEDICAL SYSTEM, INCLUDING SUCH COMPONENTS OR HEALTH SERVICES AS THE BOARD OF DIRECTORS MAY DETERMINE OR AGREE TO UNDERTAKE FROM TIME TO TIME AND SHALL HAVE ALL POWERS OF A MARYLAND CORPORATION WHICH ARE NOT EXPRESSLY LIMITED BY THIS SUBTITLE; SUCH POWERS INCLUDE THE POWER TO CONVEY, LEASE, MORTGAGE, ENCUMBER, AND OTHERWISE DEAL WITH ALL ITS ASSETS INCLUDING THE MEDICAL SYSTEM ASSETS, WITHOUT LIMITATION OR REGARD TO THEIR SOURCE, UNLESS A GRANTOR OR DONOR RESTRICTS THE USE OF SUCH ASSETS; PROVIDED, HOWEVER, THAT WITHOUT IN ANY WAY LIMITING THE POWER TO MORTGAGE OR OTHERWISE ENCUMBER SUCH PROPERTY, ANY SALE OR LEASE OF ANY LAND OR BUILDINGS TRANSFERRED ON THE TRANSFER DATE SHALL BE APPROVED BY THE BOARD OF REGENTS.

~~(C) -- TO THE EXTENT OF AVAILABLE RESOURCES, INCLUDING REVENUE ALLOWED BY REGULATORY AUTHORITIES AND GRANTS FROM THE STATE OR OTHERS, THE BOARD OF DIRECTORS SHALL CREATE AND DEVELOP SPECIALTY CARE SERVICES APPROPRIATE TO AN ACADEMIC MEDICAL INSTITUTION TO MEET THE NEEDS OF THE STATE AND REGION AND SHALL PROVIDE COMPREHENSIVE SERVICES FOR PATIENT POPULATIONS NATURALLY SERVED BY UNIVERSITY HOSPITAL.~~

## (C) THE BOARD OF DIRECTORS:

(1) SHALL PROVIDE FOR AND MAINTAIN, CONSISTENT WITH THE POLICIES OF THE STATE HEALTH SERVICES COST REVIEW COMMISSION OR OTHER RELEVANT AUTHORITY, COMPREHENSIVE SERVICES FOR PATIENT POPULATIONS NATURALLY SERVED BY UNIVERSITY HOSPITAL, INCLUDING UNCOMPENSATED CARE AND OUTPATIENT CARE; AND

(2) SHALL MAINTAIN, CREATE, AND DEVELOP SPECIALTY CARE SERVICES APPROPRIATE TO AN ACADEMIC MEDICAL INSTITUTION TO MEET THE NEEDS OF THE STATE AND REGION.