

assets in accordance with the Prudent Investor Rule and would provide guidelines and standards for judging the fiduciary's investments.

House Bill 825, which was passed by the General Assembly and signed by me on May 26, 1994, accomplishes the same purpose. Therefore, it is not necessary for me to sign Senate Bill 442.

Sincerely,  
William Donald Schaefer  
Governor

**Senate Bill No. 442**

AN ACT concerning

**Estates and Trusts – Fiduciaries – Prudent Investor Rule**

FOR the purpose of establishing a prudent investor standard in this State to govern the actions of certain fiduciaries under certain circumstances; establishing guidelines for the investment and management of assets as a prudent investor; establishing factors to be considered in determining whether certain fiduciaries have acted properly; defining certain terms; providing for the application of this Act; and generally relating to the conduct of certain fiduciaries under a prudent investor standard.

BY adding to

Article – Estates and Trusts  
Section 15-101(k) and 15-114  
Annotated Code of Maryland  
(1991 Replacement Volume and 1993 Supplement)

BY repealing and reenacting, with amendments,

Article – Estates and Trusts  
Section 13-312(b)  
Annotated Code of Maryland  
(1991 Replacement Volume and 1993 Supplement)

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

**Article – Estates and Trusts**

15-101.

(K) "TRUST COMPANY" HAS THE MEANING STATED IN § 1-101 OF THIS ARTICLE.

15-114.