

Proposed amendment 1 to 243.C1

This amendment would establish a spending policy amount of 5% for the Hathaway endowment. To the extent earnings do not reach that amount in any single year, there is an appropriation from the general fund to the expenditure account to make up that difference.

Page 11 – after line 21 insert:

21-16-1302. Hathaway scholarship expenditure account created; reserve account created; use and appropriation of funds.

(c) There is established an annual spending policy for the Hathaway student scholarship endowment account in an amount equal to five percent (5%) of the previous five (5) year average market value of that account, calculated from the first day of the fiscal year. There is annually appropriated from the general fund to the Hathaway student scholarship reserve account an amount determined under this subsection. The amount shall be computed and calculated by the state treasurer. The amount shall be equal to the extent to which the spending policy exceeds earnings from the endowment account for the immediately preceding fiscal year. The appropriation shall be credited to the reserve account as soon as practicable after the end of the fiscal year but no later than ninety (90) days after the end of the fiscal year.