

**UNIFORM MANAGEMENT OF INSTITUTIONAL FUNDS ACT (EXCERPT)**  
**Act 157 of 1976**

**451.1204 Restriction on expenditure of net appreciation.**

Sec. 4. Section 3 does not apply if the applicable gift instrument indicates the donor's intention that net appreciation shall not be expended. A restriction upon the expenditure of net appreciation may not be implied from a designation of a gift as an endowment, or from a direction or authorization in the applicable gift instrument to use only income, interest, dividends, or rents, issues or profits, or to preserve the principal intact, or a direction which contains other words of similar import. This rule of construction applies to gift instruments executed or in effect before or after the effective date of this act.

**History:** 1976, Act 157, Imd. Eff. June 17, 1976.