

MAINE STATE LEGISLATURE

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ONE HUNDRED AND EIGHTH LEGISLATURE

Legislative Document

No. 692

H. P. 567

House of Representatives, March 2, 1977

Referred to Committee on Business Legislation. Sent up for concurrence and ordered printed.

EDWIN H. PERT, Clerk

Presented by Mr. Carter of Bangor.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED
SEVENTY-SEVEN

AN ACT Relating to Ownership of the Stock of a Professional Corporation.

Be it enacted by the People of the State of Maine, as follows:

13 MRSA § 705-A is enacted to read:

§ 705-A. Stock ownership by profit sharing trust

Notwithstanding the provisions of section 705, a profit sharing trust, qualified as tax exempt under section 501 of the Internal Revenue Code of the United States, may become a shareholder of a professional corporation under the corporation laws where the trust is formed for the benefit of employees of the professional corporation in which the trust seeks to become a shareholder.

STATEMENT OF FACT

At present the stock of a professional corporation can be owned by a professional person only. This bill would permit such stock to also be owned by a profit sharing trust.