

MAINE STATE LEGISLATURE

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ACTS AND RESOLVES

AS PASSED BY THE

One Hundred and Fifth Legislature

OF THE

STATE OF MAINE

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PUBLIC LAWS
OF THE
STATE OF MAINE
AS PASSED BY THE
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shall receive a certificate thereof under the seal of the board and with the signature of the executive officer, which shall state the facts, and which shall be carried on the person and displayed at any time upon request. Time served out of the State or in the armed services for less than one year as ~~herein~~ provided shall be creditable in completing the one-year requirement ~~herein~~ provided.

Effective September 23, 1971

Chapter 364

AN ACT Relating to Zoning Appeal Procedure.

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

R. S., T. 30, § 4954, sub-§ 2, ¶ B, repealed and replaced. Paragraph B of subsection 2 of section 4954 of Title 30 of the Revised Statutes, is repealed and the following enacted in place thereof:

B. The appeal to the Superior Court must be taken within 30 days after the decision is rendered by filing a complaint and following the procedure set forth in Rule 80B of the Maine Rules of Civil Procedure. The hearing before the Superior Court is a trial de novo without jury.

Effective September 23, 1971

Chapter 365

AN ACT to Conform Maine's Trust Law to the Internal Revenue Code to Permit Tax Exempt Status under Federal Law for Certain Trusts.

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

R. S., T. 18, § 3955, additional. Title 18 of the Revised Statutes is amended by adding a new section 3955 to read as follows:

§ 3955. Prohibitions and requirements applicable to trusts which are private foundations

1. Prohibitions. In the administration of any trust which is a "private foundation," as defined in section 509 of the Internal Revenue Code of 1954, a "charitable trust," as defined in section 4947 (a) (1) of the Internal Revenue Code of 1954, or a "split-interest trust" as defined in section 4947 (a) (2) of the Internal Revenue Code of 1954, the following acts shall be prohibited:

A. Engaging in any act of "self-dealing," as defined in section 4941 (d) of the Internal Revenue Code of 1954, which would give rise to any liability for the tax imposed by section 4941 (a) of the Internal Revenue Code of 1954;

B. Retaining any "excess business holdings," as defined in section 4943 (c) of the Internal Revenue Code of 1954, which would give rise to any liability for the tax imposed by section 4943 (a) of the Internal Revenue Code of 1954;

C. Making any investments which would jeopardize the carrying out of any of the exempt purposes of the trust, within the meaning of section 4944 of the Internal Revenue Code of 1954, so as to give rise to any liability for the tax imposed by section 4944 (a) of the Internal Revenue Code of 1954; and

D. Making any "taxable expenditures," as defined in section 4945 (d) of the Internal Revenue Code of 1954, which would give rise to any liability for the tax imposed by section 4945 (a) of the Internal Revenue Code of 1954;

provided that this section shall not apply either to those split-interest trusts or to amounts thereof which are not subject to the prohibitions applicable to private foundations by reason of the provisions of section 4947 of the Internal Revenue Code of 1954.

2. Requirements. In the administration of any trust which is a "private foundation" as defined in section 509 of the Internal Revenue Code of 1954, or which is a "charitable trust" as defined in section 4947 (a) (1) of the Internal Revenue Code of 1954, there shall be distributed, for the purposes specified in the trust instrument, for each taxable year, amounts at least sufficient to

avoid liability for the tax imposed by section 4942 (a) of the Internal Revenue Code of 1954.

3. Application. Subsections 1 and 2 shall not apply to any trust to the extent that a court of competent jurisdiction shall determine that such application would be contrary to the terms of the instrument governing such trust and that the same may not properly be changed to conform to such subsections.

4. Impairment. Nothing in this section shall impair the rights and powers of the courts or the Attorney General of this State with respect to any trust.

5. References. All references to sections of the Internal Revenue Code of 1954 shall include future amendments to such sections and corresponding provisions of future internal revenue laws.