

# $\begin{array}{c} \textbf{STATE OF MAINE} \\ 125^{\text{TH}} \text{ Legislature} \\ \text{First Regular Session} \end{array}$



Summaries of bills, adopted amendments and laws enacted or finally passed

# JOINT STANDING COMMITTEE ON JUDICIARY

July 2011

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# **STATE OF MAINE**

 $125^{\text{TH}}$  Legislature First Regular Session



## LEGISLATIVE DIGEST OF BILL SUMMARIES AND ENACTED LAWS

This Legislative Digest of Bill Summaries and Enacted Laws summarizes all LDs and adopted amendments and all laws enacted or finally passed during the First Regular Session of the 125<sup>th</sup> Maine Legislature.

The *Digest* is arranged alphabetically by committee and within each committee by Legislative Document (LD) number. The committee report(s), prime sponsor and lead co-sponsor(s), if designated, are listed below each LD title. All adopted amendments are summarized and listed by paper number. A subject index is included with each committee. The appendices include a summary of relevant session statistics, an index of all bills by LD number and an index of enacted laws by law type and chapter number.

Final action on each LD is noted to the right of the LD title. The following describes the various final actions.

CARRIED OVER	carried over to a subsequent session of the Legislature
	chapter # of constitutional resolution passed by both houses
	Committee of Conference unable to agree; legislation died
DIED BETWEEN HOUSES	House & Senate disagreed; legislation died
DIED IN CONCURRENCE	defeated in each house, but on different motions; legislation died
DIED ON ADJOURNMENT	action incomplete when session ended; legislation died
EMERGENCY	enacted law takes effect sooner than 90 days after session adjournment.
	FINAL PASSAGE emergency failed to receive required 2/3 vote
	GE failed to receive final majority vote
FAILED, MANDATE ENACTMENT	legislation proposing local mandate failed required 2/3 vote
	has not signed; final disposition to be determined at subsequent session
LEAVE TO WITHDRAW	sponsor's request to withdraw legislation granted
	ruled out of order by the presiding officer; legislation died
INDEF PP	indefinitely postponed; legislation died
ONTP, ACCEPTED, MAJORITY, MINOR	ITY or REPORT X ought-not-to-pass report accepted; legislation died
P&S XXX	chapter # of enacted private & special law
PUBLIC XXX	chapter # of enacted public Law
RESOLVE XXX	
VETO SUSTAINED	Legislature failed to override Governor's veto

The effective date for non-emergency legislation enacted in the First Regular Session of the 125<sup>th</sup> Legislature is September 28, 2011. The effective date for legislation enacted as an emergency measure may be found in the enacted law summary for that legislation.

#### directors' meetings.

## **LD 1517** An Act To Amend the Uniform Principal and Income Act

PUBLIC 256

<u>Sponsor(s)</u> KATZ Committee Report OTP-AM Amendments Adopted

S-167

This bill incorporates the 2008 amendments to the Uniform Principal and Income Act approved by the National Conference of Commissioners on Uniform State Laws. The Uniform Comments as updated in 2008 are included for the changes to current law in the Uniform Principal and Income Act, the Maine Revised Statutes, Title 18-A, sections 7-749 and 7-765. According to the National Conference of Commissioners on Uniform State Laws, these amendments were drafted to clarify two discrete portions of the Uniform Principal and Income Act, sections 409 (Title 18-A, section 7-749 in Maine law) and 505 (Title 18-A, section 7-765 in Maine law), and a new transition section 606 (Title 18-A, section 7-774 in Maine law) to facilitate the technical implementation of the amendments. The amendments to Title 18-A, section 7-749 should serve to resolve issues brought about by IRS Revenue Ruling 2006-26 and assist separate funds within a trust in qualifying for the IRS estate tax marital deduction safe harbors. The Title 18-A, section 7-765 amendments should allow mandatory income trusts that own an entity to retain the proper amount of funds from distributions to meet their existing tax obligations.

Title 18-A, section 7-774 is added to provide that the changes in Title 18-A, section 7-749 apply on the date of the decedent's death for trusts not funded as of January 1, 2012, the effective date provided in this bill, and for trusts initially funded during 2012. For all other trusts, the changes apply on January 1, 2012.

#### Committee Amendment "A" (S-167)

This amendment provides that an election that qualifies for a marital deduction under federal law also applies to property that will not be used to qualify for the federal marital deduction but will be needed for qualification as a Maine qualified terminable interest property.

#### **Enacted Law Summary**

Public Law 2011, chapter 256 incorporates the 2008 amendments to the Uniform Principal and Income Act approved by the National Conference of Commissioners on Uniform State Laws. The Uniform Comments as updated in 2008 are included for the changes to current law in the Uniform Principal and Income Act, the Maine Revised Statutes, Title 18-A, sections 7-749 and 7-765. It clarifies two discrete portions of the Uniform Principal and Income Act, sections 409 (Title 18-A, section 7-749 in Maine law) and 505 (Title 18-A, section 7-765 in Maine law), and a new transition section 606 (Title 18-A, section 7-774 in Maine law) to facilitate the technical implementation of the amendments. Changes made to Title 18-A, section 7-749 serve to resolve issues brought about by IRS Revenue Ruling 2006-26 and assist separate funds within a trust in qualifying for the IRS estate tax marital deduction safe harbors.

Public Law 2011, chapter 256 allows mandatory income trusts that own an entity to retain the proper amount of funds from distributions to meet their existing tax obligations.

It adds Title 18-A, section 7-774 to provide that the changes in Title 18-A, section 7-749 apply on the date of the decedent's death for trusts not funded as of January 1, 2012 and for trusts initially funded during 2012. For all other trusts, the changes apply on January 1, 2012.

Public Law 2011, chapter 256 also provides that an election that qualifies for a marital deduction under federal law also applies to property that will not be used to qualify for the federal marital deduction but will be needed for

qualification as a Maine qualified terminable interest property.

#### LD 1530 **Carried Over** An Act To Amend the Housing Provisions of the Maine Human Rights Act

Sponsor(s)

Committee Report

Amendments Adopted

HASTINGS

This bill amends the Maine Human Rights Act in order to maintain its substantial equivalency with the federal Fair Housing Act and to update the accessible building requirements in public housing.

This bill was carried over to any special and/or regular session of the 125th Legislature pursuant to joint order, H.P. 1190.

#### LD 1531 An Act To Amend the Maine Human Rights Act Regarding Accessible **PUBLIC 322 Building Standards**

Sponsor(s)	Committee Report	Amendments Adopted
HASTINGS	OTP-AM	S-214

This bill amends the Maine Human Rights Act to update the accessible building requirements in the Maine Revised Statutes, Title 5, chapter 337, subchapter 5 in light of the adoption of the 2010 ADA Standards for Accessible Design by the federal Department of Justice on September 15, 2010.

#### Committee Amendment "A" (S-214)

This amendment makes four changes to the bill.

First, this amendment deletes the additional accessibility standards that would apply for alterations subject to the new standards when the alterations to an existing building exceed \$100,000.

Second, this amendment adjusts the threshold of construction or alterations that trigger barrier-free certification from \$50,000 to \$75,000. The \$50,000 threshold was established in 1995, and raising the threshold to \$75,000 roughly approximates the effect of inflation.

Third, this amendment applies the waiver for structural impracticability to all facilities that require mandatory plan review and certification that standards are met, rather than limiting the waiver to private entities as provided in the bill.

Fourth, this amendment authorizes the Joint Standing Committee on Judiciary to introduce a bill in the Second Regular Session of the 125th Legislature to implement any recommendations after a review of the new standards and a comparison with the federal standards that take effect March 15, 2012.

#### **Enacted Law Summary**

Public Law 2011, chapter 322 amends the Maine Human Rights Act to update the accessible building requirements in the Maine Revised Statutes, Title 5, chapter 337, subchapter 5 in light of the adoption of the 2010 ADA Standards for Accessible Design by the federal Department of Justice on September 15, 2010.