

SECTION 2-5. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1989 and shall be applicable to all taxable years beginning after December 31, 1988.

Approved May 25, 1989.

CHAPTER 638

(House Bill 87)

AN ACT concerning

Maryland Transfer of Property to Minors

FOR the purpose of enacting the Maryland Transfer of Property to Minors Act; authorizing the nomination of a custodian by a certain donor to take certain actions on behalf of a minor beneficiary; providing a procedure for that nomination; authorizing the transfer of certain properties to, or the exercise of certain powers of appointment in favor of, a custodian on behalf of a minor beneficiary; authorizing personal representatives or trustees to make certain transfers to custodians; specifying the conditions under which custodial property is created and a transfer may be made; specifying that the validity of a transfer is not affected by certain circumstances; setting forth the powers and responsibilities of a custodian; specifying that certain persons dealing with a custodian or acting on instructions of a custodian are not responsible for making certain determinations; authorizing a procedure by which a custodian may decline to serve or may resign; specifying the procedure for making a claim against custodial property; stating that the custodian and minor are not personally liable in certain circumstances; authorizing a minor that attains a certain age or others on the minor's behalf to designate a successor custodian or to petition the court for an accounting of the minor's assets and a determination of responsibility between the custodial property and the custodian personally; requiring the custodian to transfer custodial property to a minor or minor's estate in certain circumstances; clarifying that this Act is not the exclusive method for making transfers to minors; defining certain terms; and generally relating to the transfer of property to minor beneficiaries.

BY repealing

Article - Estates and Trusts

Section 13-301 through 13-310, inclusive, and the subtitle "Subtitle 3. The Maryland Uniform Gifts to Minors Act"