Unofficial Copy N2 HB 1079/95 - JUD 1997 Regular Session 7lr1933

Des Constan Collesses

By: Senator Colburn

Introduced and read first time: January 31, 1997

Assigned to: Judicial Proceedings

A BILL ENTITLED

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1	AN	ACT	concerning

2 **Power of Attorney - Durability**

- 3 FOR the purpose of establishing that if a principal makes certain designations by a power
- 4 of attorney in writing, the power of attorney is a durable power of attorney unless
- 5 otherwise provided by the terms of the writing; defining the term "durable power of
- 6 attorney"; providing for the application of this Act; and generally relating to powers
- 7 of attorney.
- 8 BY repealing and reenacting, with amendments,
- 9 Article Estates and Trusts
- 10 Section 13-601
- 11 Annotated Code of Maryland
- 12 (1991 Replacement Volume and 1996 Supplement)
- 13 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 14 MARYLAND, That the Laws of Maryland read as follows:

15 Article - Estates and Trusts

16 13-601.

- 17 (A) IN THIS SECTION, "DURABLE POWER OF ATTORNEY" MEANS A POWER OF
- 18 ATTORNEY BY WHICH A PRINCIPAL DESIGNATES ANOTHER AS AN ATTORNEY IN
- 19 FACT OR AGENT AND THE AUTHORITY IS EXERCISABLE NOTWITHSTANDING THE
- 20 PRINCIPAL'S SUBSEQUENT DISABILITY OR INCAPACITY.
- 21 [(a)] (B) Except as provided in subsection [(d)](E) of this section, [if] WHEN a
- 22 principal designates [his] ANOTHER AS AN attorney in fact or agent by a power of
- 23 attorney in writing, IT IS A DURABLE POWER OF ATTORNEY UNLESS OTHERWISE
- 24 PROVIDED BY ITS TERMS [and the writing contains the words:
- 25 (1) "This power of attorney shall not be affected by disability of the
- 26 principal";
- 27 (2) "This power of attorney becomes effective upon the disability of the
- 28 principal"; or
- 29 (3) Similar words showing the intent of the principal that the authority
- 30 conferred shall be exercisable notwithstanding his disability, the authority of the attorney

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- 1 in fact or agent is exercisable by him notwithstanding the later disability of the principal 2 or uncertainty whether the principal is dead or alive].
- 3 [(b)] (C) Any act done by the attorney in fact or agent pursuant to the power
- 4 during any period of disability or incompetence or uncertainty as to whether the principal
- 5 is dead or alive has the same effect and inures to the benefit of and binds the principal as
- 6 if the principal were alive, competent, and not disabled.
- 7 [(c)] (D) If a guardian is appointed for the principal, the attorney in fact or agent
- $8\,$ shall account to the guardian rather than the principal. The guardian has the same power
- 9 the principal would have but for his disability or incompetence to revoke, suspend, or
- 10 terminate all or any part of the power of attorney or agency.
- [(d)] (E) (1) This section does not apply to an instrument or portion of an
- 12 instrument that is an advance directive appointing a health care agent under Title 5,
- 13 Subtitle 6 of the Health General Article.
- 14 (2) An instrument or portion of an instrument that is an advance directive
- 15 appointing a health care agent is subject to the provisions of Title 5, Subtitle 6 of the
- 16 Health General Article.
- 17 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be construed
- 18 only prospectively and may not be applied or interpreted to have any effect on or
- 19 application to any power of attorney in effect before the effective date of this Act.
- 20 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 21 October 1, 1997.