

TRUSTS, USES, AND POWERS

CHAPTER 412

H. B. No. 741
(Leahy, Aamoth)

EMPLOYEE TRUSTS

AN ACT

Relating to the exemption of certain trusts from the rule against restraint on alienation and perpetuities.

Be It Enacted by the Legislative Assembly of the State of North Dakota:

§ 1. Suspension of Power of Alienation—Rule Against Perpetuities—Exception.) A trust created by an employer as part of a stock bonus, pension, disability, death benefit, or profit-sharing plan for the benefit of some or all employees, to which contributions are made by the employer or employees for the purpose of distributing to the employees the earnings or the principal of the fund held in trust, shall not be deemed invalid as violating any existing law or rule of law against perpetuities or suspension of the power of alienation of the title to property; but such trust may continue for such time as may be necessary to accomplish the purposes for which it was created.

Approved March 4, 1963.