

the state government and its existing public institutions, and shall take effect July 1, 1973.

Passed the Senate April 15, 1973.

Passed the House April 15, 1973.

Approved by the Governor April 24, 1973.

Filed in Office of Secretary of State April 25, 1973.

CHAPTER 146
[Senate Bill No. 2040]
GIFT TAX EXCLUSION--AGE
LIMIT--INCREASED

AN ACT Relating to gift taxes; and amending section 83.56.050, chapter 15, Laws of 1961 as last amended by section 69, chapter 292, Laws of 1971 ex. sess. and RCW 83.56.050.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

Section 1. Section 83.56.050, chapter 15, Laws of 1961 as last amended by section 69, chapter 292, Laws of 1971 ex. sess. and RCW 83.56.050 are each amended to read as follows:

(1) In the case of gifts, other than of future interests in property, made to any person by the donor during any calendar year, the first three thousand dollars of such gifts to such person or body politic or corporate shall not, for the purpose of this chapter, be included in the total amount of gifts made during such year.

(2) No part of a gift to an individual who has not attained the age of ((eighteen)) twenty-one years on the date of the transfer shall be considered a gift of a future interest in property for the purposes of subsection (1) of this section if the property and the income therefrom:

(a) May be expended by or for the benefit of, the donee before his attaining the age of ((eighteen)) twenty-one years; and

(b) Will to the extent not so expended:

(i) pass to the donee on his attaining the age of ((eighteen)) twenty-one years; and

(ii) in the event the donee dies before attaining the age of ((eighteen)) twenty-one years, be payable to the estate of the donee, or as he may appoint under a general power of appointment.

Passed the Senate March 24, 1973.

Passed the House April 10, 1973.

Approved by the Governor April 24, 1973.

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