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FISCAL IMPACT REPORT

SPONSOR Cook **ORIGINAL DATE** 02/11/15 **HB** 185
LAST UPDATED

SHORT TITLE Trustee Discretion in Distribution Sources **SB** _____

ANALYST Daly

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY15	FY16	FY17	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total		NFI	NFI			

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files

Responses Received From

Attorney General's Office (AGO)
Administrative Office of the Courts (AOC)

SUMMARY

Synopsis of Bill

House Bill 185 amends a section of the Uniform Principal and Income Act that addresses the distribution of a total return trust. It allows a trustee with discretion to determine the sources from which the annual distribution of a total return trust shall be paid.

FISCAL IMPLICATIONS

No fiscal impact to the State is anticipated.

SIGNIFICANT ISSUES

AOC reports the Model Uniform Principal and Income Act, approved and recommended by the Uniform Law Commission in 1997, does not contain provisions pertaining to total return trusts. For the full Model Uniform Principal and Income Act, see http://www.uniformlaws.org/shared/docs/principal%20and%20income/upia_final_08.pdf.

MD/je/aml