



March 7, 2022

SUMMARY OF BILL AS AMENDED (014900): Makes numerous changes regarding: (1) the administration of trusts; (2) the limitations of actions available to parties involved in a trust; (3) fiduciary attorney-client privilege; (4) the requirements for establishing and maintaining a “special purpose entity”, and (5) the provisions governing the voting of stock that is a trust asset.

FISCAL IMPACT OF BILL AS AMENDED:

**Decrease State Revenue - \$2,000/FY22-23 and Subsequent Years/
Department of Financial Institutions**

Assumptions for the bill as amended:

- The provisions related to “special purpose entities” will change certain notifications and requirements for establishing and maintaining such an entity in the state and with the Department of Financial Institutions (DFI), including removing the requirement for an annual \$1,000 fee to be paid by such entities to DFI for continued registration.
- According to DFI, there are two “special purpose entities” currently registered with the department.
- Therefore, the decrease in state revenue to DFI is estimated to be \$2,000 (2 entities x \$1,000 fee) in FY22-23 and subsequent years.
- All other provisions pertain to the financial arrangements and requirements of private parties. As such, any impacts from those provisions will be borne by the relevant private parties.
- The legislation is not expected to result in a significant increase in the caseload or administrative burden of state or local courts.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

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