

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL MEMORANDUM**

**HB 2052 – SB 2172**

March 29, 2018

**SUMMARY OF ORIGINAL BILL:** Clarifies that a trustee may not convert an income trust to a total return unitrust if the instrument gives the trustee no discretion to distribute any trust principal to the beneficiary under any circumstances.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

**SUMMARY OF AMENDMENT (014791):** Deletes and rewrites the proposed legislation without making any substantive changes.

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

**Unchanged from the original fiscal note.**

Assumptions for the bill as amended:

- Tennessee Code Annotated § 35-6-101 et seq. establishes the Uniform Principal and Income Act.
- The proposed legislation clarifies that, with regard to the administration of a trust, the trustee has no discretion to distribute any trust principal to the beneficiary under any circumstances.
- The proposed legislation will not impact any state or local governmental operations.

**CERTIFICATION:**

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

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

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