## SUBSTITUTE FOR

## HOUSE BILL NO. 6129

A bill to amend 1998 PA 386, entitled "Estates and protected individuals code," by amending section 7704 (MCL 700.7704), as added by 2009 PA 46, and by adding section 7703b.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 SEC. 7703B. (1) A TRUST INSTRUMENT MAY INCLUDE A SEPARATE
- 2 TRUSTEES PROVISION.
- 3 (2) WHILE A SEPARATE TRUSTEES PROVISION APPLIES, THE WHOLE
- 4 TRUSTEESHIP OF THE AGGREGATE TRUST IS DIVIDED, UNDER THE TERMS OF
- 5 THE SEPARATE TRUSTEES PROVISION, INTO DISCRETE SETS OF SEPARATELY
- 6 ACCEPTED FIDUCIARY RESPONSIBILITIES, WITH EACH DISCRETE SET
- 7 SEPARATELY ALLOCATED TO 1 OR ANOTHER OF THE AGGREGATE TRUST'S
- 8 SEPARATE TRUSTEES. ALL OF THE FOLLOWING APPLY WHILE A SEPARATE
- 9 TRUSTEES PROVISION APPLIES:

- 1 (A) EXCEPT AS PROVIDED IN SUBDIVISION (C), THE AGGREGATE
- 2 TRUST'S SEPARATE TRUSTEES ARE NOT TREATED AS COTRUSTEES IN THEIR
- 3 RELATIONS TO ONE ANOTHER. WITH REGARD TO THE COMMON TITLE TO THE
- 4 TRUST PROPERTY DESCRIBED IN SUBDIVISION (C) (i), ALL OF THE
- 5 FOLLOWING APPLY:
- 6 (i) A SEPARATE INVESTMENT TRUSTEE ACCEPTS THE COMMON TITLE
- 7 ONLY FOR PURPOSES OF PERFORMING THE TRUSTEE INVESTMENT FUNCTION
- 8 DESCRIBED BY THE GOVERNING SEPARATE TRUSTEES PROVISION FOR THE
- 9 BENEFIT OF THE TRUST BENEFICIARIES.
- 10 (ii) A SEPARATE DISTRIBUTIONS TRUSTEE ACCEPTS THE COMMON TITLE
- 11 ONLY FOR PURPOSES OF ADMINISTERING A DISCRETIONARY TRUST PROVISION
- 12 SPECIFIED IN THE GOVERNING SEPARATE TRUSTEES PROVISION FOR THE
- 13 BENEFIT OF THE TRUST BENEFICIARIES AFFECTED BY THE SPECIFIED
- 14 DISCRETIONARY TRUST PROVISIONS.
- 15 (iii) A SEPARATE RESULTANT TRUSTEE ACCEPTS THE COMMON TITLE
- 16 ONLY FOR PURPOSES OF PERFORMING ALL TRUSTEE FUNCTIONS NOT ALLOCATED
- 17 BY THE GOVERNING SEPARATE TRUSTEES PROVISION TO EITHER OF THE
- 18 FOLLOWING:
- 19 (A) A SEPARATE INVESTMENT TRUSTEE, IF ANY.
- 20 (B) A SEPARATE DISTRIBUTIONS TRUSTEE.
- 21 (B) A SEPARATE TRUSTEE SHALL ACT ON ITS OWN AUTHORITY WITH
- 22 RESPECT TO EACH OF ITS SEPARATE TRUSTEE FUNCTIONS. A SEPARATE
- 23 TRUSTEE DOES NOT NEED APPROVAL FROM ANY OTHER SEPARATE TRUSTEE TO
- 24 CONDUCT ITS SEPARATE TRUSTEE FUNCTIONS.
- 25 (C) THE AGGREGATE TRUST'S SEPARATE TRUSTEES ARE TREATED AS
- 26 COTRUSTEES IN THEIR RELATIONS TO ONE ANOTHER ONLY FOR THE FOLLOWING
- 27 PURPOSES:

- 1 (i) TAKING, HOLDING, TRANSFERRING, AND DEFENDING TITLE TO
- 2 TRUST PROPERTY.
- 3 (ii) DETERMINING VENUE AND INTERESTED PERSONS IN PROCEEDINGS
- 4 CONCERNING THE AGGREGATE TRUST.
- 5 (iii) LIABILITY, IF ANY, FOR INCOME, PROPERTY, OR OTHER TAXES
- 6 ATTRIBUTABLE TO TRUST PROPERTY.
- 7 (iv) THE PRIVILEGES AND IMMUNITIES OF COTRUSTEES UNDER GENERAL
- 8 PRINCIPLES OF LAW AND EQUITY TO COMMENT TO A SETTLOR OR BENEFICIARY
- 9 OF A TRUST OR OTHERS ON ONE ANOTHER'S PERFORMANCE OF FIDUCIARY
- 10 DUTIES.
- 11 (D) THE AGGREGATE TRUST'S SEPARATE TRUSTEES ARE NOT COTRUSTEES
- 12 FOR EITHER OF THE FOLLOWING PURPOSES:
- 13 (i) JOINDER OF NECESSARY PARTIES IN A PROCEEDING FOR BREACH OF
- 14 TRUST.
- 15 (ii) THE REQUIREMENT IN SECTION 7402 THAT THE SAME PERSON IS
- 16 NOT THE SOLE TRUSTEE AND SOLE BENEFICIARY OF A TRUST. IF THE
- 17 AGGREGATE TRUST HAS ONLY 1 BENEFICIARY, THE BENEFICIARY MAY NOT BE
- 18 A SEPARATE TRUSTEE OF THE TRUST UNLESS BOTH OF THE FOLLOWING APPLY:
- 19 (A) THE SEPARATE TRUSTEE COMPRISES A COTRUSTEESHIP OF WHICH
- 20 THE BENEFICIARY IS A COTRUSTEE.
- 21 (B) THE TRUST INSTRUMENT PROHIBITS THE BENEFICIARY FROM
- 22 SERVING ALONE.
- 23 (E) A SEPARATE TRUSTEE SHALL NOT ACCEPT THE SEPARATE TRUST
- 24 ASSOCIATED WITH, OR, EXCEPT AS OTHERWISE PROVIDED IN THIS
- 25 SUBDIVISION, PARTICIPATE IN OR PROVIDE ADVICE REGARDING THE
- 26 PERFORMANCE OF, A SEPARATE TRUSTEE FUNCTION OF ANY OTHER SEPARATE
- 27 TRUSTEE OF THE AGGREGATE TRUST. MINISTERIAL ACTS PERFORMED BY 1

- 1 SEPARATE TRUSTEE IN CONNECTION WITH A SEPARATE TRUSTEE FUNCTION OF
- 2 ANOTHER SEPARATE TRUSTEE OF THE AGGREGATE TRUST ARE NOT CONSIDERED
- 3 AN ACCEPTANCE OF THE SEPARATE TRUST ASSOCIATED WITH THE SEPARATE
- 4 TRUSTEE FUNCTION OF THE OTHER SEPARATE TRUSTEE. AS USED IN THIS
- 5 SUBDIVISION, "MINISTERIAL ACTS" INCLUDES ANY OF THE FOLLOWING:
- 6 (i) CONFIRMING THAT AN INVESTMENT OR DISTRIBUTION DIRECTIVE OF
- 7 ANOTHER SEPARATE TRUSTEE HAS BEEN CARRIED OUT.
- 8 (ii) RECORDING AND REPORTING THE ACTIONS OF ANOTHER SEPARATE
- 9 TRUSTEE OR CONFERRING WITH ANOTHER SEPARATE TRUSTEE FOR PURPOSES OF
- 10 ADMINISTRATIVE COORDINATION OR EFFICIENCY.
- 11 (F) A SEPARATE TRUSTEE DOES NOT HAVE A DUTY TO PETITION THE
- 12 COURT OR TO TAKE OTHER AFFIRMATIVE ACTION TO ENSURE THAT ANY
- 13 VACANCY IN ANY SEPARATE TRUSTEESHIP IS FILLED. IF A SEPARATE
- 14 TRUSTEE PETITIONS THE COURT OR TAKES OTHER AFFIRMATIVE ACTION TO
- 15 ENSURE THAT A VACANCY IN A SEPARATE TRUSTEESHIP IS FILLED, BOTH OF
- 16 THE FOLLOWING APPLY:
- 17 (i) THE SEPARATE TRUSTEE IS NOT CONSIDERED TO HAVE ACCEPTED
- 18 THE SEPARATE TRUST ASSOCIATED WITH THE VACANT SEPARATE TRUSTEESHIP.
- 19 (ii) THE SEPARATE TRUSTEE DOES NOT HAVE A DUTY TO PETITION THE
- 20 COURT OR TAKE OTHER AFFIRMATIVE ACTION TO ENSURE THAT ANY OTHER
- 21 VACANCY IN A SEPARATE TRUSTEESHIP IS FILLED.
- 22 (3) A SEPARATE TRUSTEES PROVISION MUST DETERMINE ALL OF THE
- 23 FOLLOWING:
- 24 (A) IF THERE IS A SEPARATE INVESTMENT TRUSTEE, THAT THE
- 25 SEPARATE INVESTMENT TRUSTEE SHALL PERFORM THE TRUSTEE INVESTMENT
- 26 FUNCTION.
- 27 (B) THAT 1 OR MORE SEPARATE DISTRIBUTIONS TRUSTEES, IF ANY,

- 1 SHALL EXERCISE DISCRETION UNDER 1 OR MORE SPECIFIED DISCRETIONARY
- 2 TRUST PROVISIONS.
- 3 (C) WHICH OF THE AGGREGATE TRUST'S SEPARATE TRUSTEES SHALL
- 4 PERFORM, DURING ANY PERIOD IN WHICH THE AGGREGATE TRUST IS NOT A
- 5 UNITRUST, THE FUNCTION OF ALLOCATING BETWEEN PRINCIPAL AND INCOME,
- 6 FOR FIDUCIARY ACCOUNTING PURPOSES, RECEIPTS AND DISBURSEMENTS OR
- 7 DISTRIBUTIONS AFFECTED BY THE SEPARATE TRUSTEES' SEPARATE TRUSTEE
- 8 FUNCTIONS.
- 9 (D) WHICH OF THE AGGREGATE TRUST'S SEPARATE TRUSTEES IS
- 10 RESPONSIBLE FOR PREPARATION AND FILING OF TAX AND INFORMATION
- 11 RETURNS FOR THE AGGREGATE TRUST AND FOR RESPONDING ON BEHALF OF THE
- 12 AGGREGATE TRUST TO INQUIRIES FROM GOVERNMENTAL AGENCIES.
- 13 (E) WHICH OF THE AGGREGATE TRUST'S SEPARATE TRUSTEES IS
- 14 RESPONSIBLE FOR RESPONDING TO A PROCEEDING CHALLENGING A PURPOSE OR
- 15 THE VALIDITY OF THE TRUST.
- 16 (F) WHICH OF THE AGGREGATE TRUST'S SEPARATE TRUSTEES IS
- 17 RESPONSIBLE FOR DETERMINING WHETHER AT ANY TIME CASH OR OTHER
- 18 PROPERTY WILL BE LOANED BY THE TRUST TO ANY OF THE FOLLOWING:
- 19 (i) ONE OR MORE TRUST BENEFICIARIES.
- 20 (ii) ONE OR MORE BUSINESS ENTERPRISES IN WHICH A TRUST
- 21 BENEFICIARY HAS AN OWNERSHIP INTEREST.
- 22 (iii) ONE OR MORE BUSINESS ENTERPRISES IN WHICH THE AGGREGATE
- 23 TRUST ITSELF HAS AN OWNERSHIP INTEREST.
- 24 (G) FOR A SEPARATE INVESTMENT TRUSTEE, WHETHER THE SEPARATE
- 25 INVESTMENT TRUSTEE OR THE SEPARATE RESULTANT TRUSTEE SHALL
- 26 DETERMINE THE AGGREGATE TRUST'S ASSET ALLOCATION FOR INVESTMENT
- 27 PURPOSES.

- 1 (H) THAT THE SEPARATE RESULTANT TRUSTEE IS RESPONSIBLE FOR THE
- 2 CUSTODY OF THE AGGREGATE TRUST'S PROPERTY.
- 3 (4) WITH REGARD TO A SEPARATE TRUSTEE FUNCTION OF A SEPARATE
- 4 TRUSTEE, ALL OF THE FOLLOWING APPLY:
- 5 (A) THE SEPARATE TRUSTEE HAS ALL OF THE DUTIES AND POWERS OF A
- 6 TRUSTEE DESCRIBED IN THIS PART AND PART 8 OF THIS ARTICLE.
- 7 (B) THE SEPARATE TRUSTEE IS SUBJECT TO CONTROL BY BOTH OF THE
- 8 FOLLOWING IN THE SAME CIRCUMSTANCES AS WOULD BE A TRUSTEE OR
- 9 COTRUSTEESHIP THAT IS NOT A SEPARATE TRUSTEE:
- 10 (i) EACH SETTLOR OF A REVOCABLE TRUST.
- 11 (ii) A HOLDER OF A POWER TO DIRECT A TRUSTEE, IF ANY.
- 12 (C) THE SEPARATE TRUSTEE IS REQUIRED TO SEEK OR CONSIDER THE
- 13 ADVICE OF A DESIGNATED TRUST ADVISOR, IF ANY, IN THE SAME
- 14 CIRCUMSTANCES AS WOULD A TRUSTEE OR COTRUSTEESHIP THAT IS NOT A
- 15 SEPARATE TRUSTEE.
- 16 (5) IF A SEPARATE TRUSTEE COMPRISES A COTRUSTEESHIP, WITH
- 17 REGARD TO A SEPARATE TRUSTEE FUNCTION OF THE SEPARATE TRUSTEE, THE
- 18 COTRUSTEES HAVE ALL OF THE DUTIES AND POWERS OF COTRUSTEES
- 19 DESCRIBED IN THIS PART.
- 20 (6) A SEPARATE TRUSTEE HAS THE DUTY TO INFORM AND REPORT ON
- 21 EACH OF ITS SEPARATE TRUSTEE FUNCTIONS TO BOTH OF THE FOLLOWING:
- 22 (A) TRUST BENEFICIARIES AS DESCRIBED IN SECTION 7814. HOWEVER,
- 23 A SEPARATE TRUSTEE IS NOT REQUIRED TO PROVIDE A BENEFICIARY A
- 24 REPORT THAT THE SEPARATE TRUSTEE KNOWS WILL DUPLICATE A REPORT THAT
- 25 ANOTHER SEPARATE TRUSTEE OF THE AGGREGATE TRUST PROVIDED OR WILL
- 26 PROVIDE TO THE BENEFICIARY.
- 27 (B) EACH OTHER SEPARATE TRUSTEE OF THE AGGREGATE TRUST AS IS

- 1 REASONABLY NECESSARY FOR THE OTHER SEPARATE TRUSTEE TO PERFORM A
- 2 SEPARATE TRUSTEE FUNCTION OF THE OTHER SEPARATE TRUSTEE.
- 3 (7) A SEPARATE TRUSTEE DOES NOT HAVE A DUTY TO DO ANY OF THE
- 4 FOLLOWING:
- 5 (A) MONITOR OR REVIEW THE ACTIONS OF ANY OTHER SEPARATE
- 6 TRUSTEE OF THE AGGREGATE TRUST.
- 7 (B) NOTIFY OR WARN A SETTLOR OR BENEFICIARY OF THE AGGREGATE
- 8 TRUST OF A BREACH OF TRUST OR POSSIBLE BREACH OF TRUST ON THE PART
- 9 OF ANY OTHER SEPARATE TRUSTEE.
- 10 (8) IF A SEPARATE TRUSTEE NOTIFIES OR WARNS A SETTLOR OR
- 11 BENEFICIARY AS DESCRIBED IN SUBSECTION (7) (B), BOTH OF THE
- 12 FOLLOWING APPLY:
- 13 (A) THE SEPARATE TRUSTEE IS NOT CONSIDERED TO HAVE ACCEPTED
- 14 THE SEPARATE TRUST ASSOCIATED WITH THE SEPARATE TRUSTEE FUNCTION OF
- 15 THE OTHER SEPARATE TRUSTEE.
- 16 (B) THE SEPARATE TRUSTEE DOES NOT HAVE A DUTY TO NOTIFY OR
- 17 WARN A SETTLOR OR BENEFICIARY OF ANY OTHER BREACH OR POSSIBLE
- 18 BREACH OF TRUST ON THE PART OF ANY OTHER SEPARATE TRUSTEE.
- 19 (9) ABSENT CLEAR AND CONVINCING EVIDENCE OF COLLUSION IN A
- 20 BREACH OF TRUST, ALL OF THE FOLLOWING APPLY:
- 21 (A) A SEPARATE TRUSTEE IS NOT LIABLE FOR THE ACT OR OMISSION
- 22 OF ANY OTHER SEPARATE TRUSTEE OF THE AGGREGATE TRUST.
- 23 (B) A SEPARATE TRUSTEE IN BREACH OF A TRUSTEE DUTY OF A
- 24 SEPARATE TRUSTEE FUNCTION OF THE SEPARATE TRUSTEE IS THE ONLY
- 25 SEPARATE TRUSTEE OF THE AGGREGATE TRUST OBLIGED TO DEFEND OR
- 26 OTHERWISE RESPOND TO ANY PROCEEDING BROUGHT BY A TRUST BENEFICIARY
- 27 REGARDING THAT BREACH.

- 1 (C) EXCEPT AS PROVIDED IN SUBDIVISION (D), A SEPARATE TRUSTEE
- 2 IS LIABLE TO TRUST BENEFICIARIES FOR BREACH OF A TRUSTEE DUTY OF A
- 3 SEPARATE TRUSTEE FUNCTION OF THE SEPARATE TRUSTEE AS IF THE OTHER
- 4 SEPARATE TRUSTEES OF THE AGGREGATE TRUST WERE NOT IN OFFICE AND THE
- 5 SEPARATE TRUSTEE WERE THE SOLE TRUSTEE OF THE AGGREGATE TRUST.
- 6 (D) A SEPARATE TRUSTEE MAY BE LIABLE CONCERNING A TRUSTEE
- 7 FUNCTION OF ANOTHER SEPARATE TRUSTEE OF THE AGGREGATE TRUST ONLY
- 8 FOR THE SEPARATE TRUSTEE'S OWN ACTIONS IN THE PERFORMANCE OF
- 9 MINISTERIAL ACTS PURSUANT TO THE OTHER SEPARATE TRUSTEE'S
- 10 INSTRUCTION AND ONLY TO THE EXTENT THE SEPARATE TRUSTEE ACTS IN BAD
- 11 FAITH.
- 12 (10) AS USED IN THIS SECTION:
- 13 (A) "AFFIRMATIVE ACTION" BY A SEPARATE TRUSTEE DOES NOT
- 14 INCLUDE A FAILURE TO ACT.
- 15 (B) "AGGREGATE TRUST" MEANS THE INCLUSIVE SET OF SEPARATE
- 16 RELATIONS OF TRUST TO BE SEPARATELY ACCEPTED BY THE SEPARATE
- 17 TRUSTEES UNDER A GIVEN SEPARATE TRUSTEES PROVISION.
- 18 (C) "COTRUSTEESHIP" MEANS A SET OF 1 OR MORE COTRUSTEES WHOSE
- 19 RELATIONS TO ONE ANOTHER IN RESPECT OF TRUST PROPERTY IS GOVERNED
- 20 BY SECTION 7703.
- 21 (D) "SEPARATE DISTRIBUTIONS TRUSTEE" MEANS A PERSON OR A
- 22 COTRUSTEESHIP THAT IS DESIGNATED BY A SEPARATE TRUSTEES PROVISION
- 23 TO EXERCISE DISCRETION AS A TRUSTEE OR TRUSTEES UNDER A
- 24 DISCRETIONARY TRUST PROVISION.
- 25 (E) "SEPARATE INVESTMENT TRUSTEE" MEANS A PERSON OR A
- 26 COTRUSTEESHIP THAT IS DESIGNATED BY A SEPARATE TRUSTEES PROVISION
- 27 TO PERFORM THE TRUSTEE INVESTMENT FUNCTION AS A TRUSTEE OR

- 1 TRUSTEES.
- 2 (F) "SEPARATE RESULTANT TRUSTEE" MEANS A PERSON OR A
- 3 COTRUSTEESHIP THAT IS DESIGNATED AS A TRUSTEE OR TRUSTEES TO
- 4 PERFORM ALL TRUSTEE FUNCTIONS NOT ALLOCATED BY THE SEPARATE
- 5 TRUSTEES PROVISION TO A SEPARATE INVESTMENT TRUSTEE OR TO ANY
- 6 SEPARATE DISTRIBUTIONS TRUSTEE.
- 7 (G) "SEPARATE TRUSTEE" MEANS A SEPARATE RESULTANT TRUSTEE,
- 8 SEPARATE INVESTMENT TRUSTEE, OR SEPARATE DISTRIBUTIONS TRUSTEE.
- 9 (H) "SEPARATE TRUSTEES PROVISION" MEANS A TRUST PROVISION THAT
- 10 DESIGNATES OR PROVIDES A METHOD OF DESIGNATING BOTH OF THE
- 11 FOLLOWING:
- 12 (i) A SEPARATE RESULTANT TRUSTEE.
- 13 (ii) A SEPARATE INVESTMENT TRUSTEE OR 1 OR MORE SEPARATE
- 14 DISTRIBUTIONS TRUSTEES.
- 15 (I) "SEPARATE TRUSTEESHIP" MEANS THE OFFICE OF A SEPARATE
- 16 TRUSTEE.
- 17 (J) "TRUSTEE INVESTMENT FUNCTION" MEANS A TRUSTEE FUNCTION
- 18 EXPRESSLY ALLOCATED BY THE SEPARATE TRUSTEES PROVISION TO A
- 19 SEPARATE INVESTMENT TRUSTEE. A TRUSTEE INVESTMENT FUNCTION MAY BE
- 20 BROADLY OR NARROWLY DEFINED BY THE SEPARATE TRUSTEES PROVISION AND
- 21 MAY INCLUDE ANY OF THE FOLLOWING:
- 22 (i) DETERMINING FOR TRUST INVESTMENT PURPOSES THE RETENTION,
- 23 PURCHASE, SALE, ASSIGNMENT, EXCHANGE, TENDER, OR ENCUMBRANCE OF
- 24 TRUST PROPERTY AND THE INVESTMENT AND REINVESTMENT OF UNDISTRIBUTED
- 25 INCOME AND PRINCIPAL OF THE AGGREGATE TRUST.
- 26 (ii) MANAGEMENT, CONTROL, AND EXERCISE OF VOTING POWERS
- 27 RELATED DIRECTLY OR INDIRECTLY TO ANY TRUST ASSET.

- 1 (iii) FOR NONPUBLICLY TRADED INVESTMENTS OR PROPERTY FOR WHICH
- 2 THERE IS NO READILY AVAILABLE MARKET VALUE, DETERMINING THE
- 3 METHODOLOGY FOR VALUING THE PROPERTY AND THE FREQUENCY OF
- 4 VALUATIONS.
- 5 Sec. 7704. (1) A vacancy in a trusteeship occurs if 1 or more
- 6 of the following occur:
- 7 (a) A person designated as trustee rejects the trusteeship.
- 8 (b) A person designated as trustee cannot be identified or
- 9 does not exist.
- 10 (c) A trustee resigns.
- 11 (d) A trustee is disqualified or removed.
- 12 (e) A trustee dies.
- 13 (f) A guardian or conservator is appointed for an individual
- 14 serving as trustee.
- 15 (2) If 1 or more cotrustees remain in office, a vacancy in a
- 16 trusteeship need not be filled. THOUGH ANY SEPARATE TRUSTEE MAY
- 17 COMPRISE A COTRUSTEESHIP, THE RELATION BETWEEN RESPECTIVE SEPARATE
- 18 TRUSTEES SERVING UNDER A GIVEN SEPARATE TRUSTEES PROVISION IS NOT
- 19 ITSELF A COTRUSTEESHIP. A vacancy in a trusteeship shall MUST be
- 20 filled if the VACANCY LEAVES EITHER OF THE FOLLOWING:
- 21 (A) A trust has no THAT IS NOT SUBJECT TO A SEPARATE TRUSTEES
- 22 PROVISION AS OF THE TIME OF THE VACANCY WITHOUT ANY remaining
- 23 trustee.
- 24 (B) ANY OF THE SEVERAL SEPARATE TRUSTEESHIPS GOVERNED BY AN
- 25 OPERATIVE SEPARATE TRUSTEES PROVISION WITHOUT ANY REMAINING
- 26 TRUSTEE.
- 27 (3) If a vacancy in a trusteeship of a noncharitable trust is

- 1 to be filled, the vacancy shall MUST be filled in the following
- 2 order of priority:
- 3 (a) In the manner designated by the terms of the trust.
- 4 (b) By a person appointed by the court.
- **5** (4) If a vacancy in a trusteeship of a charitable trust is to
- 6 be filled, the vacancy shall MUST be filled in the following order
- 7 of priority:
- 8 (a) In the manner designated by the terms of the trust.
- **9** (b) By a person selected by the charitable organizations
- 10 expressly designated to receive distributions under the terms of
- 11 the trust if the attorney general concurs in the selection.
- (c) By a person appointed by the court.
- 13 (5) Whether or not a vacancy in a trusteeship exists or is
- 14 required to be filled, the court may appoint an additional trustee
- 15 or special fiduciary upon the showing of good cause.
- 16 (6) AS USED IN THIS SECTION, "COTRUSTEESHIP", "SEPARATE
- 17 TRUSTEE", "SEPARATE TRUSTEES PROVISION", AND "SEPARATE TRUSTEESHIP"
- 18 MEAN THOSE TERMS AS DEFINED IN SECTION 7703B.
- 19 Enacting section 1. This amendatory act does not take effect
- 20 unless all of the following bills of the 99th Legislature are
- 21 enacted into law:
- 22 (a) House Bill No. 6130.
- 23 (b) House Bill No. 6131.