S T A T E O F N E W Y O R K

6024

2015-2016 Regular Sessions

I N A S S E M B L Y

March 10, 2015

Introduced by M. of A. WEINSTEIN -- read once and referred to the Committee on Judiciary

AN ACT to amend the estates, powers and trusts law, in relation to payment of interest on delayed legacies to genetic children of the decedent

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. Paragraph 3 of section 11-A-2.1 of the estates, powers and trusts law, as amended by chapter 404 of the laws of 2014, is amended to read as follows:

(3) Unless otherwise provided by the terms of the will or trust, commencing (A) seven months from either the date of death or other date a beneficiary is to receive a pecuniary amount outright if letters are not required, UNLESS THE BENEFICIARY IS A GENETIC CHILD, THEN SUCH DATE SHALL BE THE LATER OF THE AFOREMENTIONED TIME PERIODS IN THIS SUBPARAGRAPH OR THE DATE OF BIRTH OF THE GENETIC CHILD OF THE DECEDENT ENTITLED TO INHERIT UNDER SECTION 4-1.3 OF THIS CHAPTER, or (B) seven months from the time letters, including preliminary or temporary letters, are granted if letters are required, UNLESS THE BENEFICIARY IS A GENETIC CHILD, THEN SUCH DATE SHALL BE THE LATER OF THE AFOREMENTIONED TIME PERIOD IN THIS SUBPARAGRAPH OR THE DATE OF BIRTH OF THE GENETIC CHILD OF THE DECEDENT ENTITLED TO INHERIT UNDER SECTION 4-1.3 OF THIS CHAPTER, a fiduciary shall distribute income to a beneficiary who receives a pecuniary amount outright, from net income determined under paragraph (2) or from principal to the extent that net income is insufficient, of an amount equal to the pecuniary amount multiplied by an income factor, which shall be set (or reset) on the first business day of each calendar year and fixed for that calendar year at the target Federal funds rate as announced by the Federal Reserve Board (or in the event the target Federal funds rate is a range of rates, the high of that range) less one percent, but in no event less than one-half of one percent.

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets [ ] is old law to be omitted.

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S 2. This act shall take effect immediately and shall be deemed to have been in full force and effect on and after December 20, 2014, and the provisions of this act shall apply to estates of the decedents who shall have died on or after such date.