

By: Hayes

H.B. No. 3405

A BILL TO BE ENTITLED

# 1 AN ACT

2 relating to the contents of a trust accounting.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

4 SECTION 1. Section 113.151, Property Code, is amended by  
5 adding Subsection (c) to read as follows:

6 (c) Notwithstanding Section 113.152(b), on a showing of  
7 good cause, the court may compel the trustee to include in a written  
8 statement of account required by the court under Subsection (a) or  
9 (b) an allocation of certain receipts and disbursements to  
10 principal and income regardless of whether the distribution  
11 standard and beneficiaries are the same for principal and income.

12 SECTION 2. Section [113.152](#), Property Code, is amended to  
13 read as follows:

14 Sec. 113.152. CONTENTS OF ACCOUNTING. (a) A written  
15 statement of accounts shall show:

16 (1) all trust property that has come to the trustee's  
17 knowledge or into the trustee's possession and that has not been  
18 previously listed or inventoried as property of the trust;

19 (2) a complete account of receipts, disbursements, and  
20 other transactions regarding the trust property for the period  
21 covered by the account, including their source and nature, with  
22 each receipt and disbursement allocated to [receipts of] principal  
23 or [and] income, subject to Subsection (b) [shown separately];

(3) a listing of all property being administered, with

1 an adequate description of each asset;  
2 (4) the cash balance on hand and the name and location  
3 of the depository where the balance is kept; and  
4 (5) all known liabilities owed by the trust.

5 (b) A trustee is not required to allocate a receipt or  
6 disbursement to principal or income under Subsection (a)(2) if the  
7 distribution standard and beneficiaries are the same for both  
8 principal and income.

9 SECTION 3. The changes in law made by this Act apply only to  
10 a demand for accounting made on or after the effective date of this  
11 Act. A demand for accounting made before the effective date of this  
12 Act is governed by the law in effect immediately before the  
13 effective date of this Act, and the former law is continued in  
14 effect for that purpose.

15 SECTION 4. This Act takes effect September 1, 2025.