

HCS SB 569 -- TRUSTEE LIABILITY

SPONSOR: Cunningham

COMMITTEE ACTION: Voted "Do Pass with HCS" by the Standing Committee on Financial Institutions by a vote of 11 to 0. Voted "Do Pass" by the Rules- Legislative Oversight Committee by a vote of 11 to 0.

This bill specifies that when a directed trust, as defined in the bill, grants investment decisions to a person or advisory or investment committee then the trustee shall not be liable for any loss resulting from the investment decisions made.

PROPOSERS: Supporters say that making Missouri trust companies more competitive keeps jobs in the state and currently Missouri is losing jobs to other states that have passed similar legislation.

Testifying for the bill were Senator Cunningham; John Timothy Parrish, Missouri Trust And Investment Company; Missouri Independent Bankers Association; and the Missouri Bankers Association.

OPPOSERS: There was no opposition voiced to the committee.