

1 I don't believe, part of that order that  
2 we've been talking about, was that we were supposed to  
3 receive the tax filings as in a relatively short period  
4 of time after they've been done. I don't believe I have  
5 received, and it may be because of the gap in  
6 representation, but I haven't received any of the 2013  
7 tax filings.

8 THE COURT: Okay. I think it's important  
9 to look at those, and I don't know what kind of income  
10 this trust is generating, but I will say this:

11 I think distributions actually may be  
12 necessary to avoid a higher income tax rate because if  
13 no distributions to the beneficiaries are being made,  
14 that income is being taxed at the highest possible rate  
15 to the trust where as if distributions were made to the  
16 beneficiaries of that income, then they would be taxed  
17 the beneficiary's rate. So, I just want to bring that  
18 issue up - that I think distributions, to the extent  
19 there's income, would be more favorable as far as income  
20 taxes go and would be -- and the trustees would be  
21 abiding closely to their fiduciary duty by making such  
22 distributions.

23 MS. SMITH: Your Honor, the last tax  
24 return that I remember seeing, there wasn't that much  
25 income at all. I don't think that taxes were a big