
DIGEST

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HB 427 Reengrossed

2025 Regular Session

Bamburg

Abstract: Establishes a reversionary trust.

Proposed law defines "reversionary medical trust".

Proposed law requires the use of a reversionary medical trust for the payment of future medical and related expenses.

Proposed law requires that the liable party establish the trust and the claimant shall submit original invoices, which the trustee shall review for payment. The trustee shall also prepare instruments to authorize payments from the reversionary medical trust for claims related to the payment of future medical care and related benefits. The trustee shall have the same fiduciary duties as imposed upon a trustee by the La. Trust Code.

Proposed law also requires an annual accounting of the trust pursuant to R.S. 9:2088.

Proposed law provides that upon the death of the claimant or upon the termination of the trust as provided in the trust instrument, any funds remaining in the reversionary trust shall revert to the party that established the trust.

Proposed law does not limit a claimant's ability to contract with respect to attorney fees and costs.

(Adds R.S. 13:4212)

Summary of Amendments Adopted by House

The House Floor Amendments to the engrossed bill:

1. Clarify that the trustee shall also prepare instruments to authorize payments from the reversionary medical trust for claims related to the payment of future medical care and related benefits.
2. Require an annual accounting of the trust pursuant to R.S. 9:2088.