JUNE 27, 2019

Kaestner Trust - Three Key Takeaways Regarding State and Local Taxable Income

On June 21, 2019 the United States Supreme Court issued its opinion for *North Carolina Department of Revenue v. Kimberly Rice Kaestner 1992 Family Trust*. Not surprisingly, based on how oral argument went, the Court ruled that the Due Process Clause bars a state from taxing undistributed trust income when a trust's sole connection to the state is the presence of in-state beneficiaries. Please see our State and Local Blog for further details on this alert.