

RECORDS. IF A TRUSTEE SELLS ASSETS OF THE BUSINESS OR OTHER ACTIVITY, OTHER THAN IN THE ORDINARY COURSE OF THE BUSINESS OR ACTIVITY, THE TRUSTEE SHALL ACCOUNT FOR THE NET AMOUNT RECEIVED AS PRINCIPAL IN THE TRUST'S GENERAL ACCOUNTING RECORDS TO THE EXTENT THE TRUSTEE DETERMINES THAT THE AMOUNT RECEIVED IS NO LONGER REQUIRED IN THE CONDUCT OF THE BUSINESS.

(C) ACTIVITIES FOR WHICH A TRUSTEE MAY MAINTAIN SEPARATE ACCOUNTING RECORDS INCLUDE:

- (1) RETAIL, MANUFACTURING, SERVICE, AND OTHER TRADITIONAL BUSINESS ACTIVITIES;
- (2) FARMING;
- (3) RAISING AND SELLING LIVESTOCK AND OTHER ANIMALS;
- (4) MANAGEMENT OF RENTAL PROPERTIES;
- (5) EXTRACTION OF MINERALS AND OTHER NATURAL RESOURCES;
- (6) TIMBER OPERATIONS; AND
- (7) ACTIVITIES TO WHICH § 15-521 OF THIS SUBTITLE APPLIES.

SUBPART B. RECEIPTS NOT NORMALLY APPORTIONED.

15-511. PRINCIPAL RECEIPTS.

A TRUSTEE SHALL ALLOCATE TO PRINCIPAL:

- (1) TO THE EXTENT NOT ALLOCATED TO INCOME UNDER THIS SUBTITLE, ASSETS RECEIVED FROM A TRANSFEROR DURING THE TRANSFEROR'S LIFETIME, A DECEDENT'S ESTATE, A TRUST WITH A TERMINATING INCOME INTEREST, OR A PAYER UNDER A CONTRACT NAMING THE TRUST OR ITS TRUSTEE AS BENEFICIARY;
- (2) MONEY OR OTHER PROPERTY RECEIVED FROM THE SALE, EXCHANGE, LIQUIDATION, OR CHANGE IN FORM OF A PRINCIPAL ASSET, INCLUDING REALIZED PROFIT, SUBJECT TO THIS SUBTITLE;
- (3) AMOUNTS RECOVERED FROM THIRD PARTIES TO REIMBURSE THE TRUST BECAUSE OF DISBURSEMENTS DESCRIBED IN § 15-524(A)(9) OF THIS SUBTITLE OR FOR OTHER REASONS TO THE EXTENT NOT BASED ON THE LOSS OF INCOME;
- (4) PROCEEDS OF PROPERTY TAKEN BY EMINENT DOMAIN, BUT A SEPARATE AWARD MADE FOR THE LOSS OF INCOME WITH RESPECT TO AN ACCOUNTING PERIOD DURING WHICH A CURRENT INCOME BENEFICIARY HAD A MANDATORY INCOME INTEREST IS INCOME;
- (5) NET INCOME RECEIVED IN AN ACCOUNTING PERIOD DURING WHICH THERE IS NO BENEFICIARY TO WHOM A TRUSTEE MAY OR MUST DISTRIBUTE INCOME; AND