# 1936 Supplement

# To Mason's Minnesota Statutes 1927

(1927 to 1936) (Superseding Mason's 1931 and 1934 Supplements)

Containing the text of the acts of the 1929, 1931, 1933 and 1935 General Sessions, and the 1933-34 and 1935-36 Special Sessions of the Legislature, both new and amendatory, and notes showing repeals, together with annotations from the various courts, state and federal, and the opinions of the Attorney

General, construing the constitution, statutes, charters and court rules of Minnesota together with digest of all common law decisions.



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MASON PUBLISHING CO. SAINT PAUL, MINNESOTA
1936

# Part II. Property Rights and Domestic Relations

CHAPTER 59

# Estates in Real Property

8032. How divided.

Life tenant of property subject to mortgage must keep down the interest, and on redemption after foreclosure holds for the joint benefit of himself and the remainderman, the latter being required to contribute his share of amount necessary to redeem. 171M182, 213NW736.

Amount remainderman must contribute on redemption by life tenant after mortgage foreclosure. 171M182, 213 NW736.

Where remainderman participated in transaction which wrongfully disabled life tenant from readaction.

Where remainderman participated in transaction which wrongfully disabled life tenant from redeeming from mechanic's lien foreclosure, redemption by one to whom they had given a sham mortgage was in effect redemption by remainderman and an annulment of the foreclosure. 173M128, 216NW798.

Equity will not take jurisdiction at instance of life tenant and sell property merely because reinvested proceeds would produce a larger net income. 175M531, 221 NW906.

NW906.

Life tenant's lien on remainder, to secure contributions chargeable against latter because of life tenant's redemption from an earlier mortgage, passes to mortgage under life tenant's mortgage of whole estate. Faulkenburg v. W., 194M154, 259NW802. See Dun. Dig. 3167.

As to remaindermen, a life tenant's only duty in respect to a prior mortgage lien upon whole estate is to keep down interest. That lien secures a debt for payment of which life tenant is liable contractually does not impose upon latter, as to remaindermen, duty to pay as principal. Id. See Dun. Dig. 3170(51).

8033. Estates in fee simple.

Royalty tax on lease of mineral lands. 172M263, 271, 273, 215NW71, 180, 181.

8036. Freeholds—Chattels real—Chattel interests. Royalty tax on lease of mineral lands. 172M263, 271, 273, 215NW71, 180, 181.

8041. Remainders defined.

Liability for improvements made by life tenant. 180 M151, 230NW634.

8043. Future estates vested or contingent.

A will devising and bequeathing all of terms.

A will devising and bequeathing all of testator's property to a trustee in trust for his wife for life (sub-

ject to an annuity fund for another) and directing trustee upon death of his wife to transfer and deliver residue then remaining in equal shares to his children then living, child or children then living of any deceased child of his, did not vest remainder until time for distribution arrived; and plaintiff, widow of testator's son, who died, without issue, subsequent to testator's death but prior to death of his mother, takes no interest in estate. Levings v. F., 192M143, 255NW828. See Dun. Dig. 10278. Section does not prohibit a testator from clearly specifying in his will when a remainder after a particular estate shall vest. Id.

8044. Suspension of power of alienation.

Power of alienation was not unlawfully suspended by a provision in a contract for sale of land that no assignment should be valid unless approved in writing by vendors. 175M502, 221NW871.

8062. Expectant estates protected.

Where a mortgagee takes the legal title to the mortgaged land a merger will not be held to take place if such was not the intent and would manifestly be against his interest. Hartford A. & I. Co. v. F., (CCA8), 59F(2d) 950. See Dun. Dig. 6273.

8065. Qualities of expectant estates. Sale of contingent remainder upon execution. 15Minn LawRev835.

8068. Directions for accumulation, when void Where income of trust fund was to go to testator's daughter for life and after her death, corpus to go to offspring when they attained various ages, no intention that accumulation of income should take place after death of daughter will be implied. Jacobson v. M., 191M 143, 253NW365. See Dun. Dig. 7480.

8074. Estates in common.

Deed to two persons "or the survivor of either," held to create joint tenancy, and survivor became sole owner in fee. 181M8, 231NW401.

Purchase of bonds by husband and wife, held to create an estate in joint tenancy. 181M128, 231NW794.

Grant to two or more persons "and to the survivor." 18MinnLawRev79.

CHAPTER:59A

# Property of Absentees

8080-1. Management and disposition of property. This act provides a cumulative proceeding and is not a bar to administration by probate court upon the estate of one absent for seven years. 175M493, 221NW876.

Same--Distribution of balance. 175M493, 221NW876; note under §8080-1.

#### CHAPTER 60

# Uses and Trusts

8081. Uses and trusts abolished.

Trusts in both real and personal property are abolished except as authorized by statute. 171M237, 213NW

Where the trust instrument vests title in the trustee and approriates the property to the purpose of the trust and nothing remains to be done by the grantor, an "executed trust" is created. 171M237, 213NW893.

An executory trust requires a consideration; an executed trust does not. 171M237, 213NW893.

The beneficiaries of a trust must be certain or capable of being made certain. Where they are limited to those who furnished uncompensated financial aid to the grantor for a specified purpose, they are capable of being made certain. 171M237, 213NW893.

A beneficiary must comply with the conditions precedent prescribed by the trust instrument to acquire any rights under it. 171M237, 213NW893.

Certain persons held not beneficiaries of trust created for persons aiding a corporation, 171M237, 213NW893.

Property held in trust may be attached, and stock holder's liability may be enforced against it. 172M83 214NW771.

214NW771.

Taxes on unproductive property held in trust for a life beneficiary may be charged to the corpus of the estate where the trustee under discretionary power holds such property for a more advantageous market. Moore's Will, 185M342, 241NW63. See Dun. Dig. 3170(50).

If one person pays money to another, it depends upon manifested intention of parties whether a trust or a debt is created. If intention is that money shall be kept or used as a separate fund for benefit of payer or a third person, a trust is created. City of Canby v. B., 192M571, 257NW520. See Dun. Dig. 9875.

Charitable trusts were not authorized in view of this statute until passage of Mason's Stats. 1927, \$\$8090-1 to 8090-4. Lundquist v. F., 193M474, 259NW9. See Dun. Dig. 9878.

9878.
Termination and revocation of trusts. 19MinnLawRev

225.

Reservation of control by settlor as rendering trust testamentary. 19MinnLawRev821.

8083. Who deemed to have legal estate in lands.

The interest of a daughter under a testamentary trust devising real and personal property to a trustee with power to sell or mortgage and to pay the income to the daughter for life, and for a shorter period under certain contingencies, held, not reachable by the daughter's creditors. 181M289, 232NW337. See Dun. Dig. 9928.

8085. Limitation of preceding sections.

One may contract with another to give him his property at his death, and if he fails to do so, and the circumstances are such that compensation cannot be made justly in money, an action in the nature of one of specific performance may be maintained and the property vested in the promisee or charged in his favor with a trust. Simonson v. M., 183M525, 237NW413. See Dun. Dig. 8789a(21).

Dig. 8789a(21).

8086. Grant to one for money paid by another.
Even lif money used by son to complete purchase of property was a gift from the father, still title vested in the father where property was conveyed to him at the son's request. 175M549, 221NW908.

The evidence compels a finding that a thirty-year lease and a subsequent modification thereof, taken by the promoter of a bank to be organized, was not adopted by the bank occupying the premises leased, improving the same, and paying the rent; for the covenants contained in the lease to be performed by the lessee were such that the bank could not lawfully assume them. Veigel v. O'T., 183M407, 236NW710. See Dun. Dig. 2114, 2116.

That a pastor may have paid the consideration for

2114a, 2116.

That a pastor may have paid the consideration for land conveyed to the trustees of a church and their successors in office does not create a trust in his favor. Board of Christian Service v. T., 183M485, 237NW181. See Dun. Dig. 9896.

Statutory provisions affecting purchase money resulting trusts. 18MinnLawRev575.

8090. Purposes of express trust.-\_\* \* \* \* \* \* \*

For the beneficial interests of any person or persons, whether such trust embraces real or personal property or both, when the trust is fully expressed and clearly defined on the face of the instrument creating it, provided that the trust shall not continue for a period longer than the life or lives of specified persons in being at the time of its creation, and for twentyone years after the death of the survivor of them, and that the free alienation of the legal estate by the trustee is not suspended for a period exceeding the limit prescribed in chapter 59. (As amended Mar. 28, 1929, c. 110; Mar. 18, 1931, c. 65, §1.)

Sec. 2 of Laws 1931, c. 65, provides that act shall be effective from its passage.

An irrevocable trust creating a fund with which to pay premiums on policies on life of creator, with provision that proceeds of policies should be distributed to children of creator after his death, held not invalid as creating a perpetuity. Wells v. C., (CCA8), 63F(2d) 425, reviewing 19BTA1213. Certiorari granted 53SCR528. Rev'd 289US670, 53SCR761.

Methods of avoiding trustee's personal liability to contracts. 18MinnLawRev860.

tracts. 18MinnLawRev860.

tracts. 18MinnLawRev860.

1. In general.

In determining power of trustee, not only language but purpose of trust and situation of parties in interest, are to be considered. Warner Hardware Co. v. S., 186M 229, 242NW718. See Dun. Dig. 9888a.

A trustee is forbidden to purchase trust property for himself or to sell his own to the trust, but, if he does so, transaction is not void, but voidable at option of beneficiaries. Smith v. T., 190M410, 252NW423. See Dun. Dig. 9934.

It is duty of a trustee to keep clear, distinct, and accurate accounts of his transactions as trustee. Id. See Dun. Dig. 9931.

In action against him for accounting, burden of proof is upon trustee, and if records are absent or ambiguous, resulting obscurity or doubt will be resolved

curate accounts of his transactions as trustee. Id. See Dun. Dig. 9931.

In action against him for accounting, burden of proof is upon trustee, and if records are absent or ambiguous, resulting obscurity or doubt will be resolved against trustee. Id. See Dun. Dig. 9945.

There was no prejudice in erroneously charging a trustee with income on an item of real estate, when proper interest charge, which might have been, but was not made, is not shown to be less than income charge. Id. See Dun. Dig. 9941.

A trustee, having purchased corporate stock belonging to trust, is properly charged with resulting profit, including dividends, and without interest credit on money he paid for stock. Id. See Dun. Dig. 9934.

Trustee transferring his own corporate stock to the trust is properly charged with the resulting loss. Id. See Dun. Dig. 9937.

Where trustee sold land, and in his deed therefor recited receipt of a stated money consideration, in absence of other records, that recital is sufficient, prima facie, to sustain a finding charging him with sum stated in deed. Id. See Dun. Dig. 9939.

It is essential to a trust that there be separation of the legal from the equitable estate. Julian v. N., 192M 136, 255NW622. See Dun. Dig. 9875.

The sole beneficiary of a trust cannot be its sole trustee, but one of several trustees can be the sole beneficiary or one of several beneficiaries may be the sole trustee. Id. See Dun. Dig. 9925.

Trust company acting as agent in handling funds has a right to sell the principal its own property if it does so openly. Id. See Dun. Dig. 200.

Trustee in trust deed after bidding in the property at foreclosure and holding it after expiration of period of redemption was in duty bound to take possession and manage property for bondholders and was liable for negligence in permitting persons to remain in possession without payment of rent. Sneve v. F., 192M355, 256NW 730. See Dun. Dig. 9931.

No damages were recoverable from trustee in trust deed for neglect to sue on guaranty or for acts which prevented bondholders enforcing guaranty where guarantors paid interest up to date they became insolvent. Id. See Dun. Dig 9931.

A testamentary trustee is in duty bound to employ such diligence and prudence in care and management of trust estate as in general prudent men of discretion and intelligence in such matters employ in their own like affairs. Bowden v. C., 194M113, 259NW815. See Dun. Dig. 9931.

Supreme court having arrived at same construction of

9931.

Supreme court having arrived at same construction of trust agreement as court below from consideration of instrument alone, it is immaterial that incompetent evidence was introduced. Towle v. F., 194M520, 261NW5.

dence was introduced. Towle v. F., 194M520, 261NW5. See Dun. Dig. 424.

Trust instrument construed as intending that there be no division or distribution of any part of corpus until all income beneficiaries were dead. Id. See Dun. Dig.

Liability of corporate trustee for negligence in certifying bonds. 15MinnLawRev477.

Validity of imperfect gift as declaration of trust, 15 MinnLawRev484.

Insurance trust as non-testamentary disposition. 18 MinnLawRev391.

Spendthrift trusts in Minnesota. 18MinnLawRev493.

2. Implied or constructive trusts.
Attorney redeeming from mortgage foreclosure sale as trustee of mortgagors. Slagle v. S., 187M1, 244NW79. See Dun. Dig. 9598, 9607.
There was no constructive trust in favor of son's wife in proceeds of policy where father furnished entire consideration for life insurance on son payable to estate, but forthwith assigned to father. Wunder v. W., 187M 108, 244NW682. See Dun. Dig. 4812, 4813, 9916.

Subd. 3.

G. Subd. 3.

Testamentary trust conferring title on trustee to real and personal property, with authority in the trustee to sell and mortgage the land and invest the proceeds, and directing that the income be paid annually to testator's daughter during her life, but, in certain contingencies, for a shorter period, held valid, and creditors of the daughter cannot reach the property or the income while in the hands of the trustee. 181M289, 232NW337. See Dun. Dig. 3854.

Creditor's right to reach beneficiary's interest under Minnesota and similar statutes. 15MinnLawRev570.

7. Subd. 4. If direction for 7. Subd. 4.

If direction for an accumulation is not a condition precedent to vesting of gift, provision for accumulation does not render gift invalid, but where accumulation is a condition precedent to vesting of gift in charity, and period of accumulations transgresses rule against remoteness, gift is void ab initio. City of Canby v. B., 192M571, 257NW520. See Dun. Dig. 9886b.

181M289.

M571, ... Subd. 5. 134289, 232NW337.

181M289, 232NW337.

A testamentary trustee failing to faithfully discharge its duties could not properly charge fees for services, expenses and attorneys' fees. Rosenfeldt's Will, 185M 425, 241NW573. See Dun. Dig. 9944.

Evidence held to sustain finding that exchange of preferred for common stock by testamentary trustees was done with full knowledge of beneficiaries under determination of court that it was for best interest of trust. Ferguson's Will, 193M235, 258NW295. See Dun. Dig. 9929.

Dig. 9929.

Evidence held to sustain finding that purchase of corporate stock by testamentary trustee from trust estate was not a direct purchase by such trustee from himself as trustee and that beneficiary's purchase of preferred stock was not a condition of or induced by distribution of common stock. Id. See Dun. Dig. 9934.

In order to obtain a secure investment yielding a reasonable income, a fiduciary such as a testamentary trustee is generally permitted to supplement, when and if necessary, funds of estate with other funds, thereby placing combined funds in same investment. Bowden v. C., 194M113, 259NW815. See Dun. Dig. 9931.

A participating first mortgage trust certificate held to be within class of authorized investments of a testamentary trustee. Id. See Dun. Dig. 9931.

In action against trustee by beneficiaries under a trust created in a will, alleging negligence and wrongdoing in administration thereof and requesting a new interpretation of a provision of will and a surcharging of trustee's account, wherein trustee prevailed in every respect, trustee was entitled to recover reasonable attorneys fees paid in conduct of its defense. Andrist v. F., 194M 209, 260NW229. See Dun. Dig. 9944.

No testamentary trustee may lawfully lend trust funds to himself, and this applies to a bank. Henton v. R., 194 M524, 261NW8. See Dun. Dig. 9937. What law governs the validity of inter vivos trusts of movables? 18MinnLawRev565.

What law governs the validity of inter vivos trusts of movables? 18MinnLawRev565.

9. Subd. 6.

See also notes under \$8081, supra.

The provisions of a trust created under subdivision 6 cannot be changed by parol. 171M237, 213NW893.

Where three trustees of a business trust lease property, signing lease "as trustees," and simultaneously therewith two of trustees execute a written guaranty personally guaranteeing performance of lease for first three years of eight-year term, as to trustee not signing said guaranty it is a question for jury whether it was intended that that one trustee was to be personally bound. Wm. Lindeke Land Co. v. K., 190M601, 252NW 650. See Dun. Dig. 9928a.

A contract executed by trustees on behalf of a business trust is, like all other contracts, subject to the familiar rules for construing contracts. Id.

If it be assumed that trustee who did not sign guaranty of lease is personally bound, he is as a matter of law released when lessor, cognizant of fact that such trustee has resigned and that another has been elected in his stead, subsequently agrees to a modification of terms of lease with continuing trustees without consulting trustee who has resigned and without his knowledge or consent. Id.

Trustee signing personal guaranty of eight-year lease, held not to be personally bound beyond three-year leand upon her death corpus in equal shares to off-

period. Id.

A trust leaving income from fund to daughter for life and upon her death corpus in equal shares to off-spring, each offspring to receive one-half upon attaining age of 25 years and other half upon attaining age of 35 years, was valid. Jacobson v. M., 191M143, 253NW365. See Dun. Dig. 9882.

Effect of statutes against accumulation on validity of a charitable trust for accumulation. 33MichLawRev1287.

# 8090-1. Express trusts for charitable, benevolent,

A bequest to a church for promotion of foreign and inner missions was not invalid because it authorized court to exercise judicial cy pres doctrine. Lundquist v. F., 193M474, 259NW9. See Dun. Dig. 9885.
Bequest to a church for promotion of foreign and inner missions is valid under this act. Id. See Dun. Dig.

9878.

Bequest to church for promotion of foreign and inner missions was valid though will was executed before the passage of this act, will being ambulatory and effective only as of date of death. Id. See Dun. Dig. 10204.

In view of \$8081, abolishing all trusts not expressly authorized, charitable trusts were not upheld in this state until passage of this act. Id. See Dun. Dig. 9878.

## 8090-2. Same-Validity and construction.

Bequest to church for promotion of foreign and inner missions held not invalid for indefiniteness or uncertainty of beneficiary. Lundquist v. F., 193M474, 259NW9. See Dun. Dig. 9885.

No charitable trust is invalid because it violates rule against perpetuities. Id. See Dun. Dig. 7480.

8091. Devise of lands, when it creates only a power.

Wells v. C., (CCA8), 63F(2d)425, reviewing 19BTA213; note under \$8090. Certiorari granted 53SCR528. Rev'd 289US670, 53SCR761.

8092. Profits of lands held in trust, etc.

Wells v. C., (CCA8), 63F(2d)425, reviewing 19BTA1213; note under \$8090. Certiorari granted 53SCR528. Rev'd 289US670, 53SCR761.

8098. Express trust a power in trust, when.
Wells v. C., (CCA8), 63F(2d)425, reviewing 19BTA1213;
note under \$8090. Certiorari granted 53SCR528. Rev'd
289US670, 53SCR761.

8095. Trustees of express trust to possess estate.

8095. Trustees of express trust to possess estate. Any recovery in an action to have the purposes of a trust carried out must be for the benefit of the trust estate as such and not for the benefit of plaintiff personally. Whitcomb v. W., 176M280, 223NW296.

A beneficiary has no legal or equitable interest in specific property held by a trustee to be sold at the discretion of the trustee with the approval of the district court, the proceeds to be reinvested in case of sale and the income therefrom to be distributed to various beneficiaries. McWhinney v. G., 183M141, 235NW676. See Dun. Dig. 9928(95).

8097. Interest not disposed of.

Where compensation is commuted under \$4285, and dependent beneficiary dies before receiving whole sum placed in trust for his benefit under \$4286, depositing insurer may not recover balance unexpended at time of beneficiary's death. Employers' Mut. L. Ins. Co. v. E., 192M398, 256NW663. See Dun. Dig. 564, 9891a.

Two instruments whereby one of three brothers assigned his interest as beneficiary under his father's life insurance to the other two brothers, and they in turn agreed to pay first brother \$50 a month as long as he

should live or until the fund was exhausted, held together to create a trust, and on death of brother, the unexhausted portion of the trust fund passed to his heirs. Jordan v. J., 193M428, 259NW386. See Dun. Dig. 9887.

Trust interest—assignable when.—No person beneficially interested in a trust for the receipt of rents and profits of the lands can assign, or in any manner dispose of, such interest; provided, the power to sell and/or sign and/or transfer such beneficial interest shall in no manner be abridged or curtailed, where such beneficial interest in the first instance shall have been acquired by purchase; but the rights and interest of every person for whose benefit a trust for the payment of a sum in gross is created are assignable. (R. L. '05, §3257; G. S. '13, §6718; Mar.' 18, 1931, c. 66, §1.)

Sec. 2 of Laws 1931, c. 66, provides that act shall take effect on its passage.

#### 8100. Powers of district court-Sale Mortgage and lease, etc.

An order accepting the resignation of a trustee, settling his account and directing him to pay over funds in his hands to his successor, is a final order affecting substantial rights in a special proceeding and appealable as such. Rosenfeldt's Will, 184M303, 238NW687. See as such. Ros Dun. Dig. 302.

Sale, mortgage, pledge, lease, etc., of property held in trust, etc.

Beneficiary of trust held estopped from attacking exchange of property by trustee. Warner Hardware Co. v. S., 186M229, 242NW718. See Dun. Dig. 9936.
Trustees liquidating trust funds created in reorganiza-

trustees inquidating trust runds created in reorganiza-tion of bank may borrow money from the reconstruction finance corporation and pledge assets of trust as col-lateral to loan. Op. Atty. Gen. (29a-12), Aug. 30, 1934. Oral partnership agreement for purpose of dealing in land. 19MinnLawRev581.

8100-11. Appointment of trustee.—Upon petition of any person appointed as trustee of an express trust by any will or other written instrument, or upon petition of any beneficiary of such trust, the district court of the county where in such trustee resides or has his place of business, shall consider the application to confirm the appointment of the trustee and specify the manner in which he shall qualify. Thereafter such district court shall have jurisdiction of such trust as a proceeding in rem. (Act Apr. 15, 1933, c. 259, §1.)

Trustees liquidating trust funds created in reorganiza-tion of bank may borrow money from the reconstruction finance corporation and pledge assets of trust as col-lateral to loan. Op. Atty. Gen. (29a-12), Aug. 30, 1934.

Trustee to file inventory.—Any trustee whose appointment has thus been confirmed shall file with the clerk of said district court an inventory containing a true and complete list of all property received by the trustee belonging to the trust estate. Thereafter such trustees shall render to such court at least annually a verified account containing a complete inventory of the trust assets and itemized principal and income accounts. (Act Apr. 15, 1933, c. 259,

Trial court did not abuse its discretion in refusing to set aside orders allowing and confirming annual account of a trustee in order that beneficiary, who had consent to such order, could file objection to the account. Fleischmann v. N., 194M227, 234, 260NW310. See Dun. Dig. 5108.

8100-13. May apply to court for instructions.—Any trustee whose appointment has thus been confirmed, at any time thereafter may petition the court for instructions in the administration of the trust or for a construction of the trust instrument, or upon or after the filing of any account, for the settlement and allowance thereof. Upon the filing of such petition the court shall make an order fixing a time and place for hearing thereof, unless hearing has been waived in writing by the beneficiaries of such trust. Notice of such hearing shall be given by publishing a copy of such order one time in a legal newspaper of such county at least 20 days before the date of such hearing, and by mailing a copy thereof to each party in interest then in being, at his last known address, at least 10 days before the date of such hearing or in such other manner as the court shall order and if such court shall deem further notice necessary it shall be given in such manner as may be specified in such order. Upon such hearing the court shall make such order as it deems appropriate, which order shall be final and conclusive as to all matters thereby determined, and shall be binding in rem upon the trust estate and upon the interests of all beneficiaries, vested or contingent, except that appeal to the Supreme Court may be taken from such order within 30 days from the entry thereof, by filing notice of appeal with the clerk of district court, who shall mail a copy of such notice to each adverse party who has appeared

such notice to each adverse party who has appeared of record. (Act Apr. 15, 1933, c. 259, §3.)

While testamentary trustees are under direction of court, they are not officers of court. McLaughlin v. M., 192M203, 255NW839. See Dun. Dig. 9927.

Where discretion is conferred upon testamentary trustee in respect of exercising of a power, exercise thereof is not subject to control by court. except to prevent abuse by trustee of his discretion. Ordean's Will, —M—, 261NW706. See Dun. Dig. 9927a.

8100-14. Guardian may be appointed .-- If any person upon whom the court has ordered that personal service be made is a minor or otherwise incompetent to act in his own behalf and has no general guardian within the state, or if any party in interest is unascertained or not in being, or unknown to the trustee or outside the State of Minnesota, the court itself shall be deemed to represent such person or persons, but may, upon the application of the trustee or any

other person interested therein, appoint a guardian ad litem for any such minor or incompetent person. (Act Apr. 15, 1933, c. 259, §4.)

Application.—This Act shall not apply to trusts in the nature of mortgages or to trusts com-monly known as voting trusts. The word "person" as used herein shall refer to an artificial as well as to a natural person. (Act Apr. 15, 1933, c. 259, §5.)

In action by holder of trust certificates against trustee for conversion because it foreclosed and bid in trust property without plaintiff's knowledge or consent thereby releasing guarantors, plaintiff is not entitled to recover where guarantors were insolvent at time their obligation matured. Sneve v. F., —M—, 261NW700. See ligation matured. S Dun. Dig. 6145 (10).

8100-16. Not to limit jurisdiction of court.-Nothing in this Act contained shall be deemed to limit or abridge the power or jurisdiction of the district court over trusts and trustees. (Act Apr. 15, 1933, c. 259, §6.)

#### 8101. Effect of misconduct of trustees.

Trustee held to have power to exchange property for other properties and cash. Warner Hardware Co. v. S., 186M229, 242NW718. See Dun. Dig. 9936.

8103. Death of trustee—Trust, how executed.

While district court may become temporary repository of title in case of a vacancy arising in a testamentary trusteeship, there can arise no liability of the court or its judges under covenants of a lease which happened to be part of the trust property. McLaughlin v. M., 192M 203, 255NW839. See Dun. Dig. 9928.

#### CHAPTER 61 ·

#### Powers

8107. Powers abolished, except, etc.

An agent owes the utmost fidelity to his principal. Nat'l. Pole & Treating Co. v. G., 182M21, 233NW810. See Dun. Dig. 152.

Actual authority of sales agent to receive payment for merchandise may be implied from circumstances. Nat'l Radiator Corp. v. S., 182M342, 234NW648. See Dun. Dig.

Radiator Corp. v. S., 182M342, 234N w648. See Dun. Dig. 161(43).

In action by a salesman to recover a commission, evidence held sufficient to sustain verdict for plaintiff. Sigvertsen v. M., 182M387, 234NW688. See Dun. Dig. 5812.

8115. Particular estate with power of disposition. Will held to give an absolute beneficial power of alienation, and life estate was changed into a fee absolute as respected the right of a mortgagee or purchaser, but subject to the future estate of children. 172 M48, 215NW196.

8116. Power of disposition creates fee-when. Life estate with absolute power of disposal. 18Minn Law Rev488.

8119. What powers of disposition absolute. 172M48, 215NW196; note under §8115.

8142. When power is irrevocable.

Power to revoke a trust without express provision therefor. 17MinnLawRev231.

## CHAPTER 61A

#### Official Trusts

8168. Corporate authorities or judge to convey lands.

Note. The act herein referred to should probably be Act May 23, 1844, instead of Act May 23, 1854.

#### CHAPTER 62

#### Landlords and Tenants

8186. Distress for rent.

1. The relation in general.

1. The relation in general.

1. Under ordinary contract between landowner and cropper they are co-owners of the crop, and cropper may mortgage his share before division, and a provision authorizing landowner to retain possession of the cropper's share as security for his indebtedness is in legal effect a mortgage on the crop. 171M461, 214NW288.

Except as security for rent or the purchase price of the land, the landowner cannot acquire a valid lien on crops to be grown later than the season beginning on May 1st next following the date of the contract. 171M 461, 214NW288.

If without the consent of the cropper, the landowner retains more than his share of the crops, he must account therefor and cannot apply the value thereof on the unsecured indebtededness of the cropper. 171M461, 214NW288.

Covenant of lessee "to pay all unpaid taxes and assessments that are now levied or assessed upon said real

estate during the term" held to evidence an intention of parties to impose tax obligation upon lessee. 173M 247. 217NW135.

Conversion of grain dependent on construction of lease. Randolph v. T., 174M283, 219NW91.

Lessor informing guarantor on lease that tenant was paying the rent, held to estop him from claiming that tenant was in arrears at such or a subsequent time. 176M 227, 222NW929.

Return of lease with a change in it was not an acceptance but a counter offer, but acceptance of the counter offer may be implied from circumstances. M. Samuels & Co. v. Z., 182M345, 234NW468, See Dun. Dig. 1740(24). City held not to have become bound contractually under a lease to it and was not liable for rent. Noyes v. C., 183M496, 237NW189.

In the absence of a contrary provision in a written lease for an apartment in a modern multiple apartment building, the landlord impliedly covenants that the premises will be habitable. Delamater v. F., 184M428, 239NW148. See Dun. Dig. 5393.