

without their permission. It is recommended that the lease procedure be used, coupled with an authorizing minute in the records of the board of trustees in all cases where an individual desires to use trust property. The identity of the individual is immaterial.

If the trust property is leased to a business, normal credit lines and credit procedures should be observed; that is, if the trust is leasing to a business that is just starting, it would obtain co-signatures from the individual officers or directors of that business as well as executing the lease in the name of that business. This is the same procedure that is used by a bank or other large management companies and should be used even though the officers and directors of the tenant business are closely related or identical to the trustees of the trust. Here we are only applying common business practice to further evidence that the trust is a separate and independent person from the corporate business that might be renting the property or the individual who comprises the trustees or officers and directors of the corporation.

If any questions arise, it is strongly urged that you consult with a knowledgeable attorney.