

MEMORANDUM

To: John J. Smith, Esq.

From: Paula Jones

Date: February 19, 2023

RE: The Legal Research Team – Partnership Assignment

You asked whether a business composed of four paralegals who engaged in a partnership without a formal contractual agreement should split the income equally.

The answer is yes. “Each partner is entitled to an equal share of the partnership profits and is chargeable with a share of the partnership losses in proportion to the partner's share of the profits.” Tenn. Code Ann. § 61-1-401(b) (West, Westlaw through 2022 2d Reg. Sess.). This law clearly states that there is to be an equal distribution. Since they do not have a formal contractual agreement there is nothing to disallow this law to be binding upon the members of The Legal Research Team. Therefore, each of the four paralegals will receive \$25,000.

Key Words:

Partnership

Update:

KeyCite had no flags.