

***Sunsets 1/1/2016***

**48-1-11 Partnership bound by partner's breach of trust.**

The partnership is bound to make good the loss:

- (1) where one partner acting within the scope of his apparent authority receives money or property of a third person and misapplies it; and,
- (2) where the partnership in the course of its business receives money or property of a third person and the money or property so received is misapplied by any partner while it is in the custody of the partnership.