

Memorandum

335.0062

To: Mr. Joseph Manarolla

Date: April 10, 1975

From: Glenn L. Rigby

Subject: One-way Rental Trucks – Section 6024

Assuming the other conditions of Section 6024 are met, you ask whether a lease contract that has an “estimated” term of five to six months but gives the lessee the absolute right to terminate upon 24 hours’ notice will qualify as being for a term of not more than 31 days.

It is my opinion that under such a case the only definite term of the lease contract is 24 hours since the lessee is given an unconditional right to terminate the lease contract at the end of that period. I have difficulty in seeing any substantial difference between this contract than an open-end contract that you might have at your local rental dealer where the contract term depends on how long the lessee wishes to keep it.

Summarily, it is my opinion that the lease contract is for less than 31 days.

GLR:lb

cc: Mr. Robert Nunes
Mr. T. P. Putnam