QUESTION 11 THE ANSWER TO THIS QUESTION SHOULD GO IN BLUEBOOK IV

After a long and lucrative life, Dwayne Dennis died in October 2013 of natural causes. Dwayne was not married and had no children. His will, executed many years earlier, provides in relevant part:

I devise my home, Greencastle, to my brother Otis. I leave my residuary estate to my favorite charity, Sisters of Divinity.

Otis died in 2006, leaving a will that bequeathed all of his property to his wife Jeanne. Otis was survived by Jeanne and his daughter Grace.

In 2012, Greencastle was struck by lightning and suffered extensive damage. In 2013, after Dwayne's death, the insurance company paid \$3.4 million dollars to Dwayne's estate for the damage sustained to Greencastle. Without the insurance proceeds, Dwayne's estate is worth \$1.1 million dollars.

Assume that Dwayne's will is valid. Applying Michigan law, determine how Dwayne's estate should be distributed among Jeanne, Grace, and Sisters of Divinity. Explain your answer.