
HOUSE BILL 1139

State of Washington 56th Legislature 1999 Regular Session

By Representatives Sheahan, Constantine and Kenney

Read first time 01/15/1999. Referred to Committee on Judiciary.

1 AN ACT Relating to judicial removal of a director of a nonprofit
2 corporation from office; and adding a new section to chapter 24.03 RCW.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 NEW SECTION. **Sec. 1.** A new section is added to chapter 24.03 RCW
5 to read as follows:

6 (1) The superior court of the county where a corporation's
7 principal office, or, if none in this state, its registered office, is
8 located may remove a director of the corporation from office in a
9 proceeding commenced by the corporation if the court finds that (a) the
10 director engaged in fraudulent or dishonest conduct with respect to the
11 corporation, and (b) removal is in the best interest of the
12 corporation.

13 (2) The court that removes a director may bar the director from
14 reelection for a period prescribed by the court.

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