

CERTIFICATION OF ENROLLMENT

HOUSE BILL 1139

Chapter 32, Laws of 1999

56th Legislature
1999 Regular Session

JUDICIAL REMOVAL OF A DIRECTOR OF A NONPROFIT CORPORATION

EFFECTIVE DATE: 7/25/99

Passed by the House February 12, 1999
Yeas 94 Nays 0

CLYDE BALLARD
**Speaker of the House of
Representatives**

FRANK CHOPP
**Speaker of the House of
Representatives**

Passed by the Senate April 6, 1999
Yeas 43 Nays 0

BRAD OWEN
President of the Senate

Approved April 19, 1999

GARY LOCKE
Governor of the State of Washington

CERTIFICATE

We, Dean R. Foster and Timothy A. Martin, Co-Chief Clerks of the House of Representatives of the State of Washington, do hereby certify that the attached is **HOUSE BILL 1139** as passed by the House of Representatives and the Senate on the dates hereon set forth.

DEAN R. FOSTER
Chief Clerk

TIMOTHY A. MARTIN
Chief Clerk

FILED

April 19, 1999 - 3:12 p.m.

**Secretary of State
State of Washington**

HOUSE BILL 1139

Passed Legislature - 1999 Regular Session

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.

Passed the House February 12, 1999.

Passed the Senate April 6, 1999.

Approved by the Governor April 19, 1999.

Filed in Office of Secretary of State April 19, 1999.