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WEST VIRGINIA LEGISLATURE

REGULAR SESSION, 1988

ENROLLED Com. fub. for HOUSE BILL NO. 2903

(By Mr Del Roop + R. Harman)

Passed February 29, 1988 In Effect Ninety Days From Passage 0 600 C-641

ENROLLED

COMMITTEE SUBSTITUTE

FOR

H. B. 2903

(By DELEGATES ROOP and R. HARMAN)

[Passed February 29, 1988; in effect ninety days from passage.]

AN ACT to amend and reenact article one, chapter thirty-one of the code of West Virginia, one thousand nine hundred thirty-one, as amended, by adding thereto a new section. designated section eleven-a; and to amend and reenact section four, article eight, chapter forty-seven of said code, all relating to use of the words "corporation," "incorporated" or "limited" in business names: limiting the use of such words or their abbreviations: prohibiting the issuance of business registration certificates in certain instances; when business may be subject to an action in quo warranto; creating a misdemeanor offense; setting forth penalties; prescribing applicability of section; prohibiting the conduct of business under assumed name unless certification of registration of true name is filed with the secretary of state; contents; separate certificate for each name; withdrawal of certificate; change of corporate name and obtaining a certificate of amendment; filing of certificate in office of county clerk where principal business conducted; and requiring the secretary of state to maintain alphabetical index of such certificates.

Be it enacted by the Legislature of West Virginia:

That article one, chapter thirty-one of the code of West

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Virginia, one thousand nine hundred thirty-one, as amended, be amended by adding thereto a new section, designated section eleven-a; and that section four, article eight, chapter forty-seven of said code be amended and reenacted, to read as follows:

CHAPTER 31. CORPORATIONS.

ARTICLE 1. BUSINESS AND NONPROFIT CORPORATIONS.

§31-1-11a. Use of the words "corporation," "incorporated" or "limited"; prohibitions; penalties.

(a) Except as otherwise provided in section two, 1 $\mathbf{2}$ article nine, chapter forty-seven of this code, no person 3 may use, after the first day of July, one thousand nine hundred eighty-eight, the word "corporation," "incorpo-4 $\mathbf{5}$ rated" or "limited." or an abbreviation of any such word. 6 in any trade name, business or other organization name unless the same is used by a domestic or foreign 7 8 corporation authorized by the secretary of state to 9 transact business in West Virginia under the provisions 10 of this chapter.

(b) After the first day of July, one thousand nine 11 12hundred eighty-eight, the tax commissioner may not 13issue any business registration certificate under the provisions of article twelve, chapter eleven of this code 14 15 to any business if the business name includes any of the words or their abbreviations as set forth in subsection 1617 (a) of this section unless the business is a domestic or 18 foreign corporation or domestic or foreign limited 19 partnership.

(c) Any person who shall unlawfully use any one or
more of the above proscribed words or their abbreviations in violation of subsection (a) of this section shall
be deemed to be acting as a corporation without
authority of law and subject to an action in quo
warranto as provided in article two, chapter fifty-three
of this code.

(d) Any person who violates the provisions of this
section is guilty of a misdemeanor, and, upon conviction
thereof, shall be fined not less than five hundred dollars,
nor more than one thousand dollars, or imprisoned in

the county jail not more than thirty days, or both finedand imprisoned.

(e) The provisions of this section shall not apply to
businesses in existence prior to the first day of July, one
thousand nine hundred eighty-eight.

CHAPTER 47. REGULATION OF TRADE.

ARTICLE 8. TRADE NAMES.

§47-8-4. Corporations, associations and limited partnerships not to conduct business under assumed name without filing certificate of true name; filing, recordation and indexing of certificates filed; issuance of certificate of true name.

1 (a) No corporation, limited partnership or association $\mathbf{2}$ required to register with the secretary of state in order 3 to conduct business within the state may conduct or 4 transact any business in this state under any assumed 5 name, or under any designation, name or style, corpo-6 rate or otherwise, other than the name established by the certificate of incorporation, authority, association or 7 limited partnership, unless the corporation, limited 8 9 partnership or association files in the office of the 10secretary of state a certificate of registration of true 11 name setting forth the name or names under which such 12business is, or is to be, conducted or transacted, with the 13 address of the principal office within the state or, if no 14 office is maintained within the state, the address of the 15principal office in the state in which the corporation. association or limited partnership is established. A new 16 17certificate of registration is to be filed if the corporation, 18 limited partnership or association desires to conduct or 19 transact any business in this state under any other 20assumed name not on file in the office of the secretary 21of state.

(b) Two executed originals of the application for true
name registration, shall be delivered to the secretary of
state. If the filing officer finds that the application for
true name registration conforms to law, he or she shall,
when all fees have been paid as prescribed by law, (i)

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endorse on each of the originals the word "filed" and the
month, day and year of the filing; (ii) file one of the
originals; and (iii) issue to the applicant the certificate
of registration of true name with the other original
attached.

32 (c) Upon discontinuing the use of a name other than 33 the name established by the certificate of incorporation. 34 authority, association or limited partnership, the 35 certificate of registration of true name shall be withdrawn by filing a certificate of withdrawal with the 36 37office of the secretary of state setting forth the name to 38 be discontinued, the real name, the address of the party 39 transacting business and the date upon which the 40 original certificate of registration of true name was 41 filed.

42 (d) Any corporation authorized to transact business in 43 this state shall procure an amended certificate of 44 incorporation in the event it changes its corporate name 45 by filing articles of amendment with the office of the 46 secretary of state as provided in article one, chapter 47 thirty-one of this code.

48 (e) A domestic corporation, limited partnership or 49 association having its principal office within the state 50shall file a certified copy of any certificate of true name 51with the clerk of the county commission of the county 52in which the principal office is located. A foreign corporation, limited partnership or association having 5354its principal office outside the state shall file a certified 55copy of any such certificate with the clerk of the county 56commission of a county in which its principal business 57is transacted.

58 (f) The secretary of state shall keep an alphabetical 59 index of all persons filing certificates provided for in 60 this section.

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The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman Senate Committee

Chairman House Commit

Governor

Originating in the House.

8 GCIU C-641

Takes effect ninety days from passage.

Clerk of the Senate Clerk of the House of Delegar an lanker President of the Senate Speaker of the House of Delegates this the 11th The within 1988. day of

PRESENTED TO THE

GOVERNOR Date <u>3/5/88</u> Time <u>1:40 p.m</u>

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COMPANY IN STREET RECEIVED

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