

STATE OF NEW YORK

10336--A

IN ASSEMBLY

April 10, 2018

Introduced by M. of A. PAULIN, COOK, MONTESANO, BARRON, GUNTHER, JAFFEE, MAGNARELLI, RIVERA, ERRIGO, GALEF -- Multi-Sponsored by -- M. of A. CROUCH, LAWRENCE -- read once and referred to the Committee on Corporations, Authorities and Commissions -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the not-for-profit corporation law, in relation to requiring that no corporation have a membership of fewer than three persons

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. Paragraph (a) of section 601 of the not-for-profit corporation law, as amended by chapter 549 of the laws of 2013, is amended to
2 read as follows:

3
4 (a) A corporation shall have one or more classes of members, or, in
5 the case of a charitable corporation, may have no members, in which case
6 any such provision for classes of members or for no members shall be set
7 forth in the certificate of incorporation or the by-laws. Corporations,
8 joint-stock associations, unincorporated associations and partnerships,
9 as well as any other person without limitation, may be members, provided
10 however, that effective July first, two thousand nineteen, no corporation except a corporation that has no members, shall have a membership
11 comprised of fewer than three persons. A corporation may have a corporation, joint-stock association, unincorporated association or partnership
12 as a sole member, if such corporation, joint-stock association, unincorporated association or partnership is owned or controlled by no
13 fewer than three persons.

14 § 2. This act shall take effect immediately.

EXPLANATION--Matter in italics (underscored) is new; matter in brackets [-] is old law to be omitted.

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