STATE OF NEW YORK

7769

2021-2022 Regular Sessions

IN ASSEMBLY

May 21, 2021

_

Introduced by M. of A. WEINSTEIN -- (at request of the Office of Court
 Administration) -- read once and referred to the Committee on Judici ary

AN ACT to amend the civil practice law and rules, the business corporation law, the general associations law, the limited liability company law, the not-for-profit corporation law and the partnership law, in relation to consent to jurisdiction by foreign business organizations authorized to do business in New York

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

Section 1. The civil practice law and rules is amended by adding a new section 301-a to read as follows:

§ 301-a. Termination of consent to jurisdiction in certain cases. Where a business organization registered, authorized or designated to do business in this state surrenders, withdraws or otherwise revokes its registration, authorization or certificate of designation, its consent to jurisdiction terminates on the date of such surrender, withdrawal or revocation.

5

7

8

- 9 § 2. Section 1301 of the business corporation law is amended by adding 10 a new paragraph (e) to read as follows:
- 11 (e) A foreign corporation's application for authority to do business
 12 in this state, whenever filed, constitutes consent to the jurisdiction
 13 of the courts of this state for all actions against such corporation. A
 14 surrender of such application shall constitute a withdrawal of consent
 15 to jurisdiction.
- 16 § 3. Section 18 of the general associations law is amended by adding a 17 new subdivision 5 to read as follows:
- 18 <u>5. An association's certificate of designation prescribed by this</u> 19 <u>section, whenever filed, constitutes consent to the jurisdiction of the</u> 20 <u>courts of this state for all actions against such association. A revoca-</u>

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

LBD10576-01-1

2 A. 7769

6

7

8

9

12

22

23

24 25

26

27

28

tion of such designation shall constitute a withdrawal of consent to 2 jurisdiction.

- § 4. Section 802 of the limited liability company law is amended by 3 adding a new subdivision (c) to read as follows:
 - (c) A foreign limited liability company's application for authority to do business in this state, whenever filed, constitutes consent to the jurisdiction of the courts of this state for all actions against such limited liability company. A surrender of such application shall constitute a withdrawal of consent to jurisdiction.
- 10 § 5. Section 1301 of the not-for-profit corporation law is amended by 11 adding a new paragraph (e) to read as follows:
- (e) A foreign corporation's application for authority to conduct 13 activities in this state, whenever filed, constitutes consent to the 14 jurisdiction of the courts of this state for all actions against such 15 corporation unless such corporation is exempt from any law requiring it 16 to designate the secretary of state as agent of the corporation upon 17 whom process against it may be served and it has made no such designation. A surrender of such application shall constitute a withdrawal of 18 19 consent to jurisdiction.
- 20 § 6. Section 121-902 of the partnership law is amended by adding a new 21 subdivision (e) to read as follows:
 - (e) A foreign limited partnership's application for authority to do business in this state, whenever filed, constitutes consent to the jurisdiction of the courts of this state for all actions against such foreign limited partnership. A surrender of such application shall constitute a withdrawal of consent to jurisdiction.
 - § 7. Section 121-1502 of the partnership law is amended by adding a new subdivision (r) to read as follows:
- 29 (r) A foreign limited liability partnership's notice to carry on or 30 conduct or transact business or activities as a New York registered 31 foreign limited liability partnership in this state, whenever filed, 32 constitutes consent to the jurisdiction of the courts of this state for all actions against such foreign limited liability partnership. A with-33 drawal of such notice shall constitute a withdrawal of consent to juris-34 35 diction.
- § 8. This act shall take effect on the first of January next succeed-36 ing the date on which it shall have become a law. 37