1	Senate Bill No. 479
2	(By Senator Snyder)
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4	[Introduced March 7, 2013; referred to the Committee on the
5	Judiciary.]
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11	A BILL to amend and reenact §31D-15-1532 of the Code of West
12	Virginia, 1931, as amended; to amend said code by adding
13	thereto a new section, designated §31D-15-1533; to amend and
14	reenact §31E-14-1432 of said code; and to amend and reenact
15	§59-1-2 of said code, all relating to providing a procedure
16	for foreign profit and nonprofit corporations to reinstate in
17	the statutory manner provided for limited liability companies.
18	Be it enacted by the Legislature of West Virginia:
19	That §31D-15-1532 of the Code of West Virginia, 1931, as
20	amended, be amended and reenacted; that said code be amended by
21	adding thereto a new section, designated §31D-15-1533; that
22	§31E-14-1432 of said code be amended and reenacted; and that
23	§59-1-2 of said code be amended and reenacted, all to read as

1 follows:

- 2 CHAPTER 31D. WEST VIRGINIA BUSINESS CORPORATION ACT.
- 3 §31D-15-1532. Reinstatement following administrative revocation.
- 4 (a) A corporation administratively revoked under section one
- 5 thousand five hundred thirty-one of this article may apply to the
- 6 Secretary of State for reinstatement within two years after the
- 7 effective date of revocation. The application must:
- 8 (1) Recite the name of the corporation and the effective date
- 9 of its administrative revocation;
- 10 (2) State that the ground or grounds for revocation have been
- 11 eliminated;
- 12 (3) State that the corporation's name satisfies the
- 13 requirements of section one thousand five hundred six, article
- 14 fifteen of this chapter; and
- 15 (4) Obtain a certificate from the Tax Commissioner reciting
- 16 that all taxes owed by the corporation have been paid.
- 17 (b) If the Secretary of State determines that the application
- 18 contains the information required by subsection (a) of this section
- 19 and that the information is correct, he or she shall cancel the
- 20 certificate of revocation and prepare a certificate of
- 21 reinstatement that recites his or her determination and the
- 22 effective date of reinstatement, file the original of the
- 23 certificate and send notice of the reinstatement to the

- 1 corporation.
- 2 (c) When the reinstatement is effective, it relates back to
- 3 and takes effect as of the effective date of the administrative
- 4 revocation and the corporation resumes carrying on its business as
- 5 if the administrative revocation had never occurred.

6 §31D-15-1533. Appeal from denial of reinstatement.

- 7 (a) If the Secretary of State denies a corporation's
- 8 application for reinstatement following administrative revocation,
- 9 he or she shall notify the corporation with written notice that
- 10 explains the reason or reasons for denial.
- 11 (b) The corporation may appeal the denial of reinstatement to
- 12 the circuit court within thirty days after service of the notice of
- 13 denial is perfected. The corporation appeals by petitioning the
- 14 circuit court to set aside the revocation and attaching to the
- 15 petition copies of the Secretary of State's certificate of
- 16 revocation, the corporation's application for reinstatement and the
- 17 Secretary of State's notice of denial.
- 18 (c) The circuit court may summarily order the Secretary of
- 19 State to reinstate the revoked corporation or may take other action
- 20 the circuit court considers appropriate.
- 21 (d) The circuit court's final decision may be appealed as in
- 22 other civil proceedings.
- 23 CHAPTER 31E. WEST VIRGINIA NONPROFIT CORPORATION ACT.

1 §31E-14-1432. Reinstatement following administrative revocation.

- 2 (a) A corporation administratively revoked under section one
- 3 thousand four hundred thirty-one of this article may apply to the
- 4 Secretary of State for reinstatement within two years after the
- 5 effective date of revocation. The application must:
- 6 (1) Recite the name of the corporation and the effective date
- 7 of its administrative revocation;
- 8 (2) State that the ground or grounds for revocation have been 9 eliminated;
- 10 (3) State that the corporation's name satisfies the
- 11 requirements of section one thousand four hundred six, article
- 12 fourteen of this chapter; and
- 13 (4) Obtain a certificate from the Tax Commissioner reciting
- 14 that all taxes owed by the corporation have been paid.
- 15 (b) If the Secretary of State determines that the application
- 16 contains the information required by subsection (a) of this section
- 17 and that the information is correct, he or she shall cancel the
- 18 certificate of revocation and prepare a certificate of
- 19 reinstatement that recites his or her determination and the
- 20 effective date of reinstatement, file the original of the
- 21 certificate and send notice of the reinstatement to the
- 22 corporation.
- 23 (c) When the reinstatement is effective, it relates back to

Т	and takes effect as of the effective date of the administrative
2	revocation and the corporation resumes carrying on its business as
3	if the administrative revocation had never occurred.
4	CHAPTER 59. FEES, ALLOWANCES AND COSTS;
5	NEWSPAPERS; LEGAL ADVERTISEMENTS.
6	ARTICLE 1. FEES AND ALLOWANCES.
7	§59-1-2. Fees to be charged by Secretary of State.
8	(a) Except as may be otherwise provided in this code, the
9	Secretary of State shall charge for services rendered in his or her
LO	office the following fees to be paid by the person to whom the
L1	service is rendered at the time it is done:
L2	(1) For filing, recording, indexing, preserving a record of
L3	and issuing a certificate relating to the formation, amendment,
L 4	change of name, registration of trade name, merger, consolidation,
L 5	conversion, renewal, dissolution, termination, cancellation,
L 6	withdrawal revocation and reinstatement of business entities
L 7	organized within the state, as follows:
L 8	(A) Articles of incorporation of for-profit corporation
L 9	\$50.00
20	(B) Articles of incorporation of nonprofit corporation
21	
22	(C) Articles of organization of limited liability company

1	
2	(D) Agreement of a general partnership 50.00
3	(E) Certificate of a limited partnership 100.00
4	(F) Agreement of a voluntary association 50.00
5	(G) Articles of organization of a business trust 50.00
6	(H) Amendment or correction of articles of incorporation,
7	including change of name or increase of capital stock, in addition
8	to any applicable license tax
9	(I) Amendment or correction, including change of name, of
LO	articles of organization of business trust, limited liability
L1	partnership, limited liability company or professional limited
L2	liability company or of certificate of limited partnership or
L3	agreement of voluntary association
L 4	(J) Amendment and restatement of articles of incorporation,
L 5	certificate of limited partnership, agreement of voluntary
L 6	association or articles of organization of limited liability
L 7	partnership, limited liability company or professional limited
L8	liability company or business trust
L 9	(K) Registration of trade name, otherwise designated as a true
20	name, fictitious name or D.B.A. (doing business as) name for any
21	domestic business entity as permitted by law
22	(L) Articles of merger of two corporations, limited
23	partnerships, limited liability partnerships, limited liability

Т	companies of professional finited flability companies, voluntary
2	associations or business trusts
3	(M) Plus for each additional party to the merger in excess of
4	two
5	(N) Statement of conversion, when permitted, from one business
6	entity into another business entity, in addition to the cost of
7	filing the appropriate documents to organize the surviving entity
8	25.00
9	(O) Articles of dissolution of a corporation, voluntary
L 0	association or business trust, or statement of dissolution of a
L1	general partnership
L2	(P) Revocation of voluntary dissolution of a corporation,
L3	voluntary association or business trust 15.00
L 4	(Q) Articles of termination of a limited liability company,
L 5	cancellation of a limited partnership or statement of withdrawal of
L 6	limited liability partnership
L 7	(R) Reinstatement of a domestic or foreign limited liability
L 8	company, or <u>a</u> professional limited liability company after
L 9	administrative dissolution or a domestic or foreign corporation
20	<u>after administrative dissolution or revocation</u> 25.00
21	(2) For filing, recording, indexing, preserving a record of
22	and issuing a certificate relating to the registration, amendment,
23	change of name, merger, consolidation, conversion, renewal,

1	withdrawal or termination within this state of business entities
2	organized in other states or countries, as follows:
3	(A) Certificate of authority of for-profit corporation
4	
5	(B) Certificate of authority of nonprofit corporation
6	
7	(C) Certificate of authority of foreign limited liability
8	companies
9	(D) Certificate of exemption from certificate of authority
10	
11	(E) Registration of a general partnership 50.00
12	(F) Registration of a limited partnership 150.00
13	(G) Registration of a limited liability partnership for
14	two-year term
15	(H) Registration of a voluntary association 50.00
16	(I) Registration of a trust or business trust 50.00
17	(J) Amendment or correction of certificate of authority of a
18	foreign corporation, including change of name or increase of
19	capital stock, in addition to any applicable license tax 25.00
20	(K) Amendment or correction of certificate of limited
21	partnership, limited liability partnership, limited liability
22	company or professional limited liability company, voluntary
23	association or business trust

1	(L) Registration of trade name, otherwise designated as a true
2	name, fictitious name or D.B.A. (doing business as) name for any
3	foreign business entity as permitted by law 25.00
4	(M) Amendment and restatement of certificate of authority or
5	of registration of a corporation, limited partnership, limited
6	liability partnership, limited liability company or professional
7	limited liability company, voluntary association or business trust
8	
9	(N) Articles of merger of two corporations, limited
10	partnerships, limited liability partnerships, limited liability
11	companies or professional limited liability companies, voluntary
12	associations or business trusts
13	(O) Plus for each additional party to the merger in excess of
14	two 5.00
15	(P) Statement of conversion, when permitted, from one business
16	entity into another business entity, in addition to the cost of
17	filing the appropriate articles or certificate to organize the
18	surviving entity
19	(Q) Certificate of withdrawal or cancellation of a
20	corporation, limited partnership, limited liability partnership,
21	limited liability company, voluntary association or business trust
22	
23	Notwithstanding any other provision of this section to the

- 1 contrary, after June 30, 2008, the fees described in this
- 2 subdivision that are collected for the issuance of a certificate
- 3 relating to the initial registration of a corporation, limited
- 4 partnership, domestic limited liability company or foreign limited
- 5 liability company shall be deposited in the general administrative
- 6 fees account established by this section.
- 7 (3) For receiving, filing and recording a change of the
- 8 principal or designated office, change of the agent of process
- 9 and/or change of officers, directors, partners, members or
- 10 managers, as the case may be, of a corporation, limited
- 11 partnership, limited liability partnership, limited liability
- 12 company or other business entity as provided by law.. . . \$15.00
- 13 (4) For receiving, filing and preserving a reservation of a
- 14 name for each one hundred twenty days or for any other period in
- 15 excess of seven days prescribed by law for a corporation, limited
- 16 partnership, limited liability partnership or limited liability
- 18 (5) For issuing a certificate relating to a corporation or
- 19 other business entity, as follows:
- 20 (A) Certificate of good standing of a domestic or foreign
- 21 corporation.....\$10.00
- 22 (B) Certificate of existence of a domestic limited liability
- 23 company, and certificate of authorization foreign limited liability

1	company
2	(C) Certificate of existence of any business entity, trademark
3	or service mark registered with the Secretary of State 10.00
4	(D) Certified copy of corporate charter or comparable
5	organizing documents for other business entities 15.00
6	(E) Plus, for each additional amendment, restatement or other
7	additional document
8	(F) Certificate of registration of the name of a foreign
9	corporation, limited liability company, limited partnership or
10	limited liability partnership
11	(G) And for the annual renewal of the name registration
12	
13	(H) Any other certificate not specified in this subdivision
14	
15	(6) For issuing a certificate other than those relating to
16	business entities, as provided in this subsection, as follows:
17	(A) Certificate or apostille relating to the authority of
18	certain public officers, including the membership of boards and
19	commissions\$10.00
20	(B) Plus, for each additional certificate pertaining to the
21	same transaction
22	(C) Any other certificate not specified in this
23	subdivision

1	(D) For acceptance, indexing and recordation of service of
2	process any corporation, limited partnership, limited liability
3	partnership, limited liability company, voluntary association,
4	business trust, insurance company, person or other entity as
5	permitted by law
6	(E) For shipping and handling expenses for execution of
7	service of process by certified mail upon $\frac{1}{2}$ and defendant within
8	the United States which fee is to be deposited to the special
9	revenue account established in this section for the operation of
LO	the office of the Secretary of State 5.00
L1	(F) For shipping and handling expenses for execution of
L2	service of process upon $\frac{1}{2}$ defendant outside the United States
L3	by registered mail which fee is to be deposited to the special
L 4	revenue account established in this section for the operation of
L 5	the Office of the Secretary of State
L 6	(7) For a search of records of the office conducted by
L 7	employees of or at the expense of the Secretary of State upon
L8	request, as follows:
L 9	(A) For any search of archival records maintained at sites
20	other than the Office of the Secretary of State
21	no less than
22	(B) For searches of archival records maintained at sites other
23	than the Office of the Secretary of State which require more than

1	one hour, for each hour or fraction of an hour consumed in making
2	such search
3	(C) For $\frac{any}{a}$ search of records maintained on site for the
4	purpose of obtaining copies of documents or printouts of data
5	
6	(D) For $\frac{1}{2}$ and $\frac{1}{2}$ search of records maintained in electronic
7	format which requires special programming to be performed by the
8	state information services agency or other vendor any actual cost,
9	but not less than
L 0	(E) The cost of the search is in addition to the cost of $\frac{any}{a}$
L1	copies or printouts prepared or $\frac{any}{a}$ certificate issued pursuant
L2	to or based on the search.
L3	(F) For recording $\frac{1}{2}$ and $\frac{1}{2}$ paper for which no specific fee is
L 4	prescribed
L 5	(8) For producing and providing photocopies or printouts of
L 6	electronic data of specific records upon request, as follows:
L 7	(A) For a copy of any paper or printout of electronic data, if
L8	one sheet
L 9	(B) For each sheet after the first
20	(C) For sending the copies or lists by fax transmission
21	
22	(D) For producing and providing photocopies of lists, reports,
23	guidelines and other documents produced in multiple copies for

- 1 general public use, a publication price to be established by the
- 2 Secretary of State at a rate approximating §2 plus .10 per page and
- 3 rounded to the nearest dollar.
- 4 (E) For electronic copies of records obtained in data format
- 5 on disk, the cost of the record in the least expensive available
- 6 printed format, plus, for each required disk, which shall be is
- 7 provided by the Secretary of State. 5.00
- 8 (b) The Secretary of State may propose legislative rules for
- 9 promulgation for charges for on-line electronic access to database
- 10 information or other information maintained by the Secretary of
- 11 State.
- 12 (c) For any other work or service not enumerated in this
- 13 subsection, the fee prescribed elsewhere in this code or a rule
- 14 promulgated under the authority of this code.
- 15 (d) The records maintained by the Secretary of State are
- 16 prepared and indexed at the expense of the state and those these
- 17 records shall may not be obtained for commercial resale without the
- 18 written agreement of the state to a contract including
- 19 reimbursement to the state for each instance of resale.
- 20 (e) The Secretary of State may provide printed or electronic
- 21 information free of charge as he or she considers necessary and
- 22 efficient for the purpose of informing the general public or the
- 23 news media.

- 1 (f) There is hereby continued in the State Treasury a special 2 revenue account to be known as the Service Fees and Collections Expenditures from the account shall be used for the 4 operation of the office of the Secretary of State and are not 5 authorized from collections but are to be made only in accordance 6 with appropriation by the Legislature and in accordance with the 7 provisions of article three, chapter twelve of this code and upon 8 the fulfillment of the provisions set forth in article two, chapter 9 five-a of this code. Notwithstanding any other provision of this 10 code to the contrary, except as provided in subsection (h) of this 11 section and section two-a of this article, one half of all the fees 12 and service charges established in the following sections and for 13 the following purposes shall be deposited by the Secretary of State 14 or other collecting agency to that special revenue account the 15 Service Fees and Collections Account and used for the operation of 16 the Office of the Secretary of State:
- 17 (1) The annual attorney-in-fact fee for corporations and 18 limited partnerships established in section five, article twelve-c, 19 chapter eleven of this code;
- 20 (2) The fees received for the sale of the State Register, Code 21 of State Rules and other copies established by rule and authorized 22 by section seven, article two, chapter twenty-nine-a of this code;
- 23 (3) The registration fees, late fees and legal settlements

- 1 charged for registration and enforcement of the charitable
- 2 organizations and professional solicitations established in
- 3 sections five, nine and fifteen-b, article nineteen, chapter
- 4 twenty-nine of this code;
- 5 (4) The annual attorney-in-fact fee for limited liability
- 6 companies as designated in section one hundred eight, article one,
- 7 chapter thirty-one-b of this code and established in section two
- 8 hundred eleven, article two of said chapter. Provided, That After
- 9 June 30, 2008, the annual report fees designated in section one
- 10 hundred eight, article one, chapter thirty-one-b of this code
- 11 shall, upon collection, be deposited in the general administrative
- 12 fees account described in subsection (h) of this section;
- 13 (5) The filing fees and search and copying fees for uniform
- 14 commercial code transactions established by section five hundred
- 15 twenty-five, article nine, chapter forty-six of this code;
- 16 (6) The annual attorney-in-fact fee for licensed insurers
- 17 established in section twelve, article four, chapter thirty-three
- 18 of this code:
- 19 (7) The fees for the application and record maintenance of all
- 20 notaries public established by section one hundred seven, article
- 21 one, chapter twenty-nine-c of this code;
- 22 (8) The fees for the application and record maintenance of
- 23 commissioners for West Virginia as established by section twelve,

- 1 article four, chapter twenty-nine of this code;
- 2 (9) The fees for registering credit service organizations as
- 3 established by section five, article six-c, chapter forty-six-a of
- 4 this code;
- 5 (10) The fees for registering and renewing a West Virginia
- 6 limited liability partnership as established by section one,
- 7 article ten, chapter forty-seven-b of this code;
- 8 (11) The filing fees for the registration and renewal of
- 9 trademarks and service marks established in section seventeen,
- 10 article two, chapter forty-seven of this code;
- 11 (12) All fees for services, the sale of photocopies and data
- 12 maintained at the expense of the Secretary of State as provided in
- 13 this section; and
- 14 (13) All registration, license and other fees collected by the
- 15 Secretary of State not specified in this section.
- 16 (q) Any balance in the Service Fees and Collections Account
- 17 established by this section which exceeds \$500,000 as of June 30,
- 18 2003, and each year thereafter, shall be expired expires to the
- 19 state fund, General Revenue Fund.
- 20 (h)(1) Effective July 1, 2008, there is hereby created in the
- 21 State Treasury a special revenue account to be known as the General
- 22 Administrative Fees Account. Expenditures from the account shall
- 23 be used for the operation of the office of the Secretary of State

- 1 and are not authorized from collections but are to be made only in 2 accordance with appropriation by the Legislature and in accordance 3 with the provisions of article three, chapter twelve of this code 4 and upon the fulfillment of the provisions set forth in article 5 two, chapter eleven-b of this code. *Provided*, That* For the fiscal 6 year ending June 30, 2009, expenditures are authorized from 7 collections rather than *pursuant to* an appropriation by the 8 Legislature. Any balance in the account at the end of each fiscal 9 year *shall does* not revert to the General Revenue Fund but *shall* 10 remain *remains* in the fund and *be* expended as provided by this 11 subsection.
- (2) After June 30, 2008, all the fees and service charges stablished in section two-a of this article for the following purposes shall be collected and deposited by the Secretary of State or other collecting agency in the General Administrative Fees Account and used for the operation of the office of the Secretary of State:
- 18 (A) The annual report fees paid to the Secretary of State by
 19 corporations, limited partnerships, domestic limited liability
 20 companies and foreign limited liability companies;
- 21 (B) The fees for the issuance of a certificate relating to the 22 initial registration of a corporation, limited partnership, 23 domestic limited liability company or foreign limited liability

- 1 company described in subdivision (2), subsection (a) of this 2 section; and
- 3 (C) The fees for the purchase of date and updates related to 4 the state's Business Organizations Database described in section 5 two-a of this article.
- (i) There is continued in the office of the Secretary of State 7 a noninterest bearing, escrow account to be known as the Prepaid 8 Fees and Services Account. This account shall be is for the 9 purpose of allowing customers of the Secretary of State to prepay 10 for services with payment to be held in escrow until services are 11 rendered. Payments deposited in the account shall remain in the 12 account until services are rendered by the Secretary of State and 13 at that time the fees will be reallocated to the appropriate 14 general or special revenue accounts. There shall be is no fee 15 charged by the Secretary of State to the customer for the use of 16 this account and the customer may request the return of any moneys 17 maintained in the account at any time without penalty. The assets 18 of the Prepaid Fees and Services Account do not constitute are not 19 public funds of the state and are available solely for carrying out 20 the purposes of this section.

NOTE: The purpose of this bill is to provide a procedure for foreign profit and nonprofit corporations to reinstate in the statutory manner provided for limited liability companies

- §31D-15-1532 has been completely rewritten; therefore, strike-throughs and underscoring have been omitted.
- §31D-15-1533 is new; therefore, strike-throughs and underscoring have been omitted.
- §31E-14-1432 has been completely rewritten; therefore, strike-throughs and underscoring have been omitted.

Strike-throughs indicate language that would be stricken from the present law and underscoring indicates new language that would be added.