

SB 1208 -- ARTICLES OF INCORPORATION FOR CORPORATIONS

SPONSOR: Koster (Pratt)

COMMITTEE ACTION: Voted "do pass by consent" by the Committee on Judiciary by a vote of 11 to 0.

This bill allows a company's board of directors to present a resolution directly to the shareholders for adoption without passage of the resolution by the board of directors.

FISCAL NOTE: No impact on state funds in FY 2007, FY 2008, and FY 2009.

PROPOSERS: Supporters say that the bill changes the laws to reflect current practices by corporate boards of directors. It is currently a common understanding in corporate law that boards can present resolutions directly to the shareholders without prior board approval.

Testifying for the bill was Senator Koster.

OPPOSERS: There was no opposition voiced to the committee.

Alex Curchin, Legislative Analyst