

Regular Session, 2014

HOUSE BILL NO. 351

BY REPRESENTATIVE BROADWATER

COMMERCIAL REGULATIONS: Provides relative to single business entities

1 AN ACT

2 To enact R.S. 12:1702, relative to commercial regulations; provides relative to separate
3 juridical personalities of affiliated business organizations; to provide for definitions;
4 and to provide for related matters.

5 Be it enacted by the Legislature of Louisiana:

6 Section 1. R.S. 12:1702 is hereby enacted to read as follows:

7 §1702. Business organizations: juridical personalities

8 A. The separate juridical personality of an affiliated business organization
9 may not be disregarded as between the affiliated organization, except on grounds that
10 would justify disregarding the separate juridical personality of a business
11 organization, as between the organization and a natural person.

12 B. For purposes of this Section, the term "business organization" means a
13 business corporation, nonprofit corporation, limited liability company, partnership,
14 or other form of business organization that is treated as a juridical person or legal
15 entity pursuant to the laws of the state or country under which it is incorporated or
16 organized.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

Broadwater

HB No. 351

Abstract: Provides relative to single business entities and affiliated juridical personalities.

Proposed law provides that a separate juridical personality of an affiliated business organization may not be disregarded, except on grounds that would justify a disregard of the juridical personality as between the organization and a natural person.

Proposed law defines "business organization" as a business corporation, nonprofit corporation, limited liability company, partnership or other form of business organization that is treated as a juridical person or legal entity under the laws of the state or country under which it is incorporated or organized.

(Adds R.S. 12:1702)