CONFERENCE COMMITTEE SUBSTITUTE

FOR

HOUSE COMMITTEE SUBSTITUTE

FOR

SENATE SUBSTITUTE

FOR

SENATE BILL NO. 333

AN ACT

To repeal sections 208.018, 208.285, 210.251, 347.020, 347.143, 347.179, 347.183, 347.186, 358.460, 358.470, 394.120, and 431.202, RSMo, and to enact in lieu thereof twenty new sections relating to nonprofit organizations, with penalty provisions.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 208.018, 208.285, 210.251, 347.020,

- 2 347.143, 347.179, 347.183, 347.186, 358.460, 358.470, 394.120,
- 3 and 431.202, RSMo, are repealed and twenty new sections enacted
- 4 in lieu thereof, to be known as sections 105.1500, 208.018,
- 5 208.285, 208.1060, 210.251, 253.387, 261.450, 347.020, 347.044,
- 6 347.143, 347.179, 347.183, 347.186, 358.460, 358.470, 362.034,
- 7 394.120, 407.475, 431.201, and 431.202, to read as follows:

105.1500. 1. This section shall be known and may be

- 2 cited as "The Personal Privacy Protection Act".
- 3 2. As used in this section, the following terms mean:
- 4 (1) "Personal information", any list, record,
- 5 register, registry, roll, roster, or other compilation of
- 6 data of any kind that directly or indirectly identifies a
- 7 person as a member, supporter, or volunteer of, or donor of
- 8 financial or nonfinancial support to, any entity exempt from
- 9 federal income tax under Section 501(c) of the Internal
- 10 Revenue Code of 1986, as amended;

- 11 (2) "Public agency", the state and any political
- 12 subdivision thereof including, but not limited to, any
- 13 department, agency, office, commission, board, division, or
- 14 other entity of state government; any county, city,
- 15 township, village, school district, community college
- 16 district; or any other local governmental unit, agency,
- 17 <u>authority</u>, council, board, commission, state or local court,
- 18 tribunal, or other judicial or quasi-judicial body.
- 19 3. (1) Notwithstanding any provision of law to the
- 20 contrary, but subject to the exceptions listed in subsection
- 21 4 of this section, a public agency shall not:
- 22 (a) Require any individual to provide the public
- 23 agency with personal information or otherwise compel the
- 24 release of personal information;
- 25 (b) Require any entity exempt from federal income
- 26 taxation under Section 501(c) of the Internal Revenue Code
- 27 to provide the public agency with personal information or
- 28 otherwise compel the release of personal information;
- 29 (c) Release, publicize, or otherwise publicly disclose
- 30 personal information in possession of a public agency; or
- 31 (d) Request or require a current or prospective
- 32 contractor or grantee with the public agency to provide the
- 33 public agency with a list of entities exempt from federal
- 34 income taxation under Section 501(c) of the Internal Revenue
- 35 Code of 1986, as amended, to which it has provided financial
- or nonfinancial support.
- 37 (2) All personal information in the possession of a
- 38 public agency shall be considered a closed record under
- **39** chapter 610.
- 4. The provisions of this section shall not preclude
- 41 any individual or entity from being required to comply with
- 42 any of the following:

- 43 (1) Submitting any report or disclosure required by 44 this chapter or chapter 130;
- (2) Responding to any lawful request or subpoena for
- 46 personal information from the Missouri ethics commission as
- 47 a part of an investigation or publicly disclosing personal
- 48 information as a result of an enforcement action from the
- 49 Missouri ethics commission pursuant to its authority in
- sections 105.955 to 105.966;
- (3) Responding to any lawful warrant for personal
- 52 information issued by a court of competent jurisdiction;
- 53 (4) Responding to any lawful request for discovery of
- 54 personal information in litigation if:
- 55 (a) The requestor demonstrates a compelling need for
- 56 the personal information by clear and convincing evidence;
- **57** and
- 58 (b) The requestor obtains a protective order barring
- 59 disclosure of personal information to any person not named
- 60 in the litigation;
- (5) Providing any report or disclosure required by
- 62 state law to be filed with the secretary of state; or
- (6) Admitting any personal information as relevant
- 64 evidence before a court of competent jurisdiction. However,
- 65 no court shall publicly reveal personal information absent a
- 66 specific finding of good cause.
- 5. (1) A person or entity alleging a violation of
- 68 this section may bring a civil action for appropriate
- 69 injunctive relief, damages, or both. Damages awarded under
- 70 this section may include one of the following, as
- 71 appropriate:
- 72 (a) A sum of moneys not less than two thousand five
- 73 hundred dollars to compensate for injury or loss caused by
- 74 each violation of this section; or

- 75 (b) For an intentional violation of this section, a

 76 sum of moneys not to exceed three times the sum described in

 77 paragraph (a) of this subdivision.
- 78 (2) A court, in rendering a judgment in an action
 79 brought under this section, may award all or a portion of
- 80 the costs of litigation, including reasonable attorney's
- 81 fees and witness fees, to the complainant in the action if
- 82 the court determines that the award is appropriate.
- 83 (3) A person who knowingly violates this section is84 guilty of a class B misdemeanor.
 - 208.018. 1. Subject to federal approval, the
- 2 department of social services shall establish a pilot
- 3 program for the purpose of providing Supplemental Nutrition
- 4 Assistance Program (SNAP) participants with access and the
- 5 ability to afford fresh food when purchasing fresh food at
- 6 farmers' markets. The pilot program shall be established in
- 7 at least one rural area and one urban area. Under the pilot
- 8 program, such participants shall be able to:
- 9 (1) Purchase fresh fruit, vegetables, meat, fish,
- 10 poultry, eggs, and honey with SNAP benefits with an
- 11 electronic benefit transfer (EBT) card; and
- 12 (2) Receive a dollar-for-dollar match for every SNAP
- dollar spent at a participating farmers' market or vending
- 14 urban agricultural zone as defined in section 262.900 in an
- 15 amount up to ten dollars per week whenever the participant
- 16 purchases fresh food with an EBT card.
- 17 2. For purposes of this section, the term "farmers'
- 18 market" shall mean a market with multiple stalls at which
- 19 farmer-producers sell agricultural products, particularly
- 20 fresh fruit and vegetables, directly to the general public
- 21 at a central or fixed location.
- 3. Purchases of approved fresh food by SNAP
- 23 participants under this section shall automatically trigger

- 24 matching funds reimbursement into the central farmers'
 25 market vendor accounts by the department.
- 4. The funding of this pilot program shall be subject to appropriation. In addition to appropriations from the general assembly, the department may apply for available grants and shall be able to accept other gifts, grants, and donations to develop and maintain the program.
- 5. The department shall promulgate rules setting forththe procedures and methods of implementing this section.
- 33 Any rule or portion of a rule, as that term is defined in
- 34 section 536.010, that is created under and pursuant to the
- 35 authority delegated in this section shall become effective
- 36 only if it complies with and is subject to all of the
- 37 provisions of chapter 536 and, if applicable, section
- 38 536.028. This section and chapter 536 are nonseverable and
- 39 if any of the powers vested with the general assembly
- 40 pursuant to chapter 536 to review, to delay the effective
- 41 date, or to disapprove and annul a rule are subsequently
- 42 held unconstitutional, then the grant of rulemaking
- 43 authority and any rule proposed or adopted after August 28,
- 44 2014, shall be invalid and void.
- 45 6. Under and pursuant to section 23.253 of the 46 Missouri sunset act:
- 47 (1) The provisions of this section shall sunset
- 48 automatically six years after [the effective date of this
- 49 section] August 28, 2021, unless reauthorized by an act of
- 50 the general assembly; and
- 51 (2) If such program is reauthorized, the program
- 52 authorized under this section shall sunset automatically
- 53 twelve years after the effective date of the reauthorization
- 54 of this section; and

- 55 (3) This section shall terminate on September first of 56 the calendar year immediately following the calendar year in 57 which the program authorized under this section is sunset.
 - 208.285. 1. The department of agriculture shall apply
- 2 for a grant under the United States Department of
- 3 Agriculture's Senior Farmers' Market Nutrition Program and
- 4 apply for a grant and submit a state plan under the United
- 5 States Department of Agriculture's Women, Infants and
- 6 Children (WIC) Farmers' Market Nutrition Program to provide
- 7 low-income seniors and pregnant and postpartum women,
- 8 infants, and children under five years of age who are found
- 9 to be at nutritional risk with vouchers or other approved
- 10 and acceptable methods of payment including, but not limited
- 11 to, electronic cards that may be used to purchase eligible
- 12 foods at farmers' markets[, roadside stands, and community-
- 13 supported agriculture (CSA) programs].
- 14 2. There is hereby established the "Missouri [Senior]
- 15 Farmers' Market Nutrition Program" within the department of
- 16 agriculture. Upon receipt of any grant moneys under
- 17 subsection 1 of this section, the program shall supply
- 18 Missouri-grown, fresh produce to [senior] participants
- 19 through the distribution of vouchers or other approved
- 20 methods of payment that may be used only at designated
- 21 Missouri farmers' markets[, roadside stands, and CSA
- 22 programs]. The program is designed to provide a
- 23 supplemental source of fresh produce for the dietary needs
- 24 of low-income seniors and pregnant and postpartum women,
- 25 infants, and children under five years of age who are found
- 26 to be at nutritional risk; to stimulate an increased demand
- 27 for Missouri-grown produce at farmers' markets[, roadside
- 28 stands, and CSA programs]; and to develop new and additional
- 29 farmers' markets[, roadside stands, and CSA programs].

3. Eligible seniors and pregnant and postpartum women, infants, and children under five years of age who are found to be at nutritional risk shall receive [senior] farmers' market nutrition program vouchers or other approved methods of payment from designated distribution sites in their county of residence or a neighboring county. Upon the issuance of vouchers or other approved methods of payment, participants shall be provided with a list of participating farmers[,] and farmers' markets[, roadside stands, and CSA programs. The department shall provide distribution site information at all county area agencies on aging].

- 4. For purposes of this section, "[senior] participant" means a person who is sixty years of age or older [by December thirty-first of the program year] at the time of application and who meets the income eligibility criteria based on guidelines published annually by the United States Department of Agriculture or a person who participates in the women, infants and children (WIC) special supplemental nutrition program administered by the department of health and senior services.
- 5. The department of agriculture and any other state department, state or local government agency, or nonprofit entity participating in the Missouri farmers' market nutrition program shall cooperate as necessary including, but not limited to, entering into written agreements in order to effectively establish and maintain the United States Department of Agriculture's Senior Farmers' Market and the Women, Infants and Children (WIC) Farmers' Market Nutrition Programs.
- <u>6.</u> The department may promulgate rules to implement the provisions of this section. Any rule or portion of a rule, as that term is defined in section 536.010, that is created under the authority delegated in this section shall

- 63 become effective only if it complies with and is subject to
- 64 all of the provisions of chapter 536 and, if applicable,
- 65 section 536.028. This section and chapter 536 are
- 66 nonseverable, and if any of the powers vested with the
- 67 general assembly pursuant to chapter 536 to review, to delay
- 68 the effective date, or to disapprove and annul a rule are
- 69 subsequently held unconstitutional, then the grant of
- 70 rulemaking authority and any rule proposed or adopted after
- 71 August 28, [2018] 2021, shall be invalid and void.
 - 208.1060. The department of social services shall
- 2 submit a state plan to the U.S. Department of Agriculture
- 3 for a "Farm to Food Bank Project" under 7 CFR 251.10(j) and
- 4 shall contract with any qualified food bank, as defined in 7
- 5 CFR 251.3(f), for the purpose of operating the project.
 - 210.251. 1. By January 1, 1994, financial incentives
- 2 shall be provided by the department of health and senior
- 3 services through the child development block grant and other
- 4 public moneys for child-care facilities wishing to upgrade
- 5 their standard of care and which meet quality standards.
- 6 2. The department of health and senior services shall
- 7 make federal funds available to licensed or inspected child-
- 8 care centers pursuant to federal law as set forth in the
- 9 Child and Adult Food Program, 42 U.S.C. 1766.
- 10 3. Notwithstanding any other provision of law, in the
- 11 administration of the program for at-risk children through
- the Child and Adult Food Program, 42 U.S.C. 1766, this state
- 13 shall not have requirements that are stricter than federal
- 14 regulations for participants in such program. Child care
- 15 facilities shall not be required to be licensed child care
- 16 providers to participate in such federal program so long as
- 17 minimum health and safety standards are met and documented.
 - 253.387. 1. As provided in Article III, Section 48 of
- 2 the Constitution of Missouri, the department of natural

- 3 resources is hereby authorized to acquire by purchase, from
- 4 funds appropriated or otherwise available to the department,
- 5 or to acquire by gift, if such gift is unencumbered by any
- 6 lien or mortgage, the Antioch Cemetery, a historic cemetery
- 7 wherein is interred freed African-American slaves and their
- 8 descendants, for the purpose of historic preservation and to
- 9 inform and educate future generations to the contribution
- 10 and sacrifice of freed African-American slaves and
- 11 descendants to their country and to preserve for posterity
- 12 this historic site located at 2300 Antioch Road, Clinton,
- 13 Missouri, to be operated and maintained by the division of
- 14 state parks within the department of natural resources. The
- cemetery is hereby designated as a state historic site.
- 16 2. In acquiring this cemetery, which may include both
- 17 real and personal property, the department shall make
- 18 adequate provisions for the proper care, maintenance, and
- 19 safekeeping of the property. The department may contract
- 20 for maintenance of the property.
- 3. The attorney general shall approve the form of the
- instrument of conveyance.
- 4. Upon acquisition of the property, the department
- 24 shall allow for burials to continue in the same manner as
- 25 they had been conducted prior to acquisition until all
- 26 burial plots have been purchased. The department shall
- 27 charge no more than one hundred dollars per burial credited
- 28 to the Antioch cemetery fund established in this section and
- 29 shall not be liable for any additional costs associated with
- 30 any burial. The department shall not be responsible for
- 31 active burials.
- 32 5. (1) There is hereby created in the state treasury
- the "Antioch Cemetery Fund", which shall consist of gifts,
- 34 bequests, and moneys donated or collected under this
- 35 section. The state treasurer shall be custodian of the

- fund. In accordance with sections 30.170 and 30.180, the
- 37 state treasurer may approve disbursements. The fund shall
- 38 be a dedicated fund and, upon appropriation, moneys in the
- fund shall be used solely for the administration of this
- 40 section.
- 41 (2) Notwithstanding the provisions of section 33.080
- 42 to the contrary, any moneys remaining in the fund at the end
- 43 of the biennium shall not revert to the credit of the
- 44 general revenue fund.
- 45 (3) The state treasurer shall invest moneys in the
- 46 fund in the same manner as other funds are invested. Any
- 47 interest and moneys earned on such investments shall be
- 48 credited to the fund.
 - 261.450. 1. There is hereby established the "Missouri
- 2 Food Security Task Force".
- 3 2. The task force shall be comprised of the following
- 4 members:
- 5 (1) Two members of the house of representatives, with
- 6 one member to be appointed by the speaker of the house of
- 7 representatives and one member to be appointed by the
- 8 minority floor leader of the house of representatives;
- 9 (2) Two members of the senate, with one member to be
- 10 appointed by the president pro tempore of the senate and one
- 11 member to be appointed by the minority floor leader of the
- 12 senate;
- 13 (3) The director of the department of agriculture, or
- 14 the director's designee;
- 15 (4) The director of the department of economic
- 16 development, or the director's designee;
- 17 (5) The director of the department of health and
- 18 senior services, or the director's designee;
- 19 (6) The director of the department of social services,
- 20 or the director's designee;

21	(7) One registered dietician, appointed by the
22	Missouri Academy of Nutrition and Dietetics;
23	(8) The commissioner of the department of elementary
24	and secondary education, or the commissioner's designee;
25	(9) Two representatives from institutions of higher
26	education located in Missouri, with knowledge or experience
27	with hunger on college campuses, with one representative
28	from a four-year college or university and one
29	representative from a two-year college;
30	(10) One member representing a statewide association
31	providing direct services to low-income Missourians
32	<pre>experiences food insecurity;</pre>
33	(11) Two members representing advocacy organizations
34	focused on addressing child hunger and family food
35	<pre>insecurity;</pre>
36	(12) One member representing food banks located in
37	Missouri;
38	(13) One member representing a business specializing
39	in retail or direct food sales;
40	(14) Two members representing a community development
41	financial institution, one with experience in food retail
42	financing and one with experience in consumers experiencing
43	<pre>food insecurity;</pre>
44	(15) Two members representing local food producers,
45	with one representing an urban area and one representing a
46	rural area;
47	(16) Two members representing statewide farmer-led or
48	farmer-based organizations;
49	(17) One member representing a faith-based
50	organization offering food security services;
51	(18) One member representing a nonprofit organization
52	working in food systems to address food insecurity concerns.

- 3. Members of the task force, other than the
- 54 legislative members and directors of state agencies, shall
- 55 be appointed by the director of the department of
- 56 agriculture.
- 57 4. The director of the department of agriculture shall
- 58 ensure that the membership of the task force reflects the
- 59 diversity of the state, with members on the task force
- 60 representing urban and rural areas and various geographic
- regions of the state.
- 5. The department of agriculture shall provide
- 63 technical and administrative support as required by the task
- 64 force to fulfill its duties.
- 6. State departments shall provide relevant data as
- 66 requested by the task force to fulfill its duties.
- 7. Members of the task force shall serve without
- 68 compensation but shall receive reimbursement for actual and
- 69 necessary expenses incurred in attending meetings of the
- 70 task force or any subcommittee thereof.
- 71 8. The task force shall hold its first meeting within
- 72 two months after the effective date of this section and
- 73 organize by selecting a chair and a vice chair.
- 74 9. The mission of the task force shall be to:
- 75 (1) Determine the ability of individuals located in
- 76 urban and rural areas throughout the state to access healthy
- 77 food and identify populations and areas in which access to
- 78 food is limited or uncertain;
- 79 (2) Identify ways in which the state could connect
- 80 resources and individuals in an effort to ensure food
- 81 security for all Missourians;
- 82 (3) Evaluate the impact of tax increment financing
- 83 projects and restrictive deed covenants imposed by grocery
- 84 retailers on creating food deserts or prolonging existing
- 85 food deserts;

- 86 (4) Evaluate the potential impacts of online food
- 87 retail on food insecurity throughout the state; and
- 88 (5) Evaluate potential strategies to improve
- 89 collaborations and efficiencies in federal and state
- 90 nutrition safety net programming.
- 91 10. The task force shall report a summary of its
- 92 findings and recommendations to the governor's office and
- 93 the general assembly by August twenty-eighth of each year.
- 94 11. The task force shall be dissolved on December 31,
- 95 2023, unless extended until December 31, 2025, as determined
- 96 necessary by the department of agriculture.
 - 347.020. The name of each limited liability company as
- 2 set forth in its articles of organization:
- 3 (1) Shall contain the words "limited company" or
- 4 "limited liability company" or the abbreviation "LC", "LLC",
- 5 "L.C." or "L.L.C." and shall be the name under which the
- 6 limited liability company transacts business in this state
- 7 unless the limited liability company registers another name
- 8 under which it transacts business as provided under chapter
- 9 417 or conspicuously discloses its name as set forth in its
- 10 articles of organization;
- 11 (2) May not contain the word "corporation",
- "incorporated", "limited partnership", "limited liability
- 13 partnership", "limited liability limited partnership", or
- 14 "Ltd." or any abbreviation of one of such words or any word
- or phrase which indicates or implies that it is organized
- 16 for any purpose not stated in its articles of organization
- 17 or that it is a governmental agency; [and]
- 18 (3) Must be distinguishable upon the records of the
- 19 secretary from the name of any corporation, limited
- 20 liability company, limited partnership, limited liability
- 21 partnership, or limited liability limited partnership which

- is licensed, organized, reserved, or registered under the
- 23 laws of this state as a domestic or foreign entity, unless:
- 24 (a) Such other holder of a reserved or registered name
- 25 consents to such use in writing and files appropriate
- 26 documentation to the secretary to change its name to a name
- 27 that is distinguishable upon the records of the secretary
- 28 from the name of the applying limited liability company; or
- 29 (b) A certified copy of a final decree of a court of
- 30 competent jurisdiction establishing the prior right of the
- 31 applicant to the use of such name in this state is filed
- 32 with the secretary; and
- 33 (4) For a limited liability company that has been
- 34 dissolved or canceled, shall not be available for use by
- 35 others for a period of one year from the effective date of
- 36 the dissolution or cancellation.
 - 347.044. 1. Each limited liability company organized
- 2 pursuant to this chapter and each foreign limited liability
- 3 company registered in this state shall file an information
- 4 statement with the secretary of state.
- 5 2. The information statement shall include:
- 6 (1) The name of the limited liability company or
- 7 foreign limited liability company;
- 8 (2) The company charter number assigned by the
- 9 secretary of state;
- 10 (3) The address of the principal place of business;
- 11 (4) The address, including street and number, if any,
- 12 of the registered office and the name of the registered
- agent at such office; and
- 14 (5) If a foreign limited liability company, the state
- or other jurisdiction under whose law the company is formed.
- 16 3. The information statement shall be current as of
- 17 the date the statement is filed with the secretary of state.

- 18 4. The limited liability company or foreign limited
- 19 liability company shall file an information statement every
- 20 five years, and the information statement shall be due on
- 21 the fifteenth day of the month in which the anniversary of
- the date the limited liability company or foreign limited
- 23 liability company organized or registered in Missouri
- 24 occurs. For limited liability companies and foreign limited
- 25 liability companies that organized or registered in an even-
- numbered year before January 1, 2022, the first information
- 27 statement shall be due in 2024. For limited liability
- 28 companies and foreign limited liability companies that
- 29 organized or registered in an odd-numbered year before
- 30 January 1, 2023, the first information statement shall be
- 31 due in 2025.
- 5. The information statement shall be signed by an
- authorized person.
- 34 6. If the information statement does not contain the
- 35 information required under this section, the secretary of
- 36 state shall promptly notify the limited liability company or
- 37 foreign limited liability company and return the information
- 38 statement for completion. The entity shall return the
- 39 completed information statement to the secretary within
- 40 sixty days of the issuance of the notice.
- 7. Ninety days before the statement is due, the
- 42 secretary of state shall send notice to each limited
- 43 liability company or foreign limited liability company that
- 44 the information statement is due. The notice shall be
- 45 directed to the limited liability company's registered
- 46 office as stated in the company's most recent filing with
- 47 the secretary of state.
 - 347.143. 1. A limited liability company may be
- 2 dissolved involuntarily by a decree of the circuit court for
- 3 the county in which the registered office of the limited

- 4 liability company is situated in an action filed by the
- 5 attorney general when it is established that the limited
- 6 liability company:
- 7 (1) Has procured its articles of organization through
- 8 fraud;
- 9 (2) Has exceeded or abused the authority conferred
- 10 upon it by law;
- 11 (3) Has carried on, conducted, or transacted its
- 12 business in a fraudulent or illegal manner; or
- 13 (4) By the abuse of its powers contrary to the public
- 14 policy of the state, has become liable to be dissolved.
- 15 2. On application by or for a member, the circuit
- 16 court for the county in which the registered office of the
- 17 limited liability company is located may decree dissolution
- 18 of a limited liability company [whenever] if the court
- 19 determines:
- 20 (1) It is not reasonably practicable to carry on the
- 21 business in conformity with the operating agreement;
- 22 (2) Dissolution is reasonably necessary for the
- 23 protection of the rights or interests of the complaining
- 24 members;
- 25 (3) The business of the limited liability company has
- been abandoned;
- 27 (4) The management of the limited liability company is
- 28 deadlocked or subject to internal dissension; or
- 29 (5) Those in control of the limited liability company
- 30 have been found guilty of, or have knowingly countenanced,
- 31 persistent and pervasive fraud, mismanagement, or abuse of
- 32 authority.
 - 347.179. 1. The secretary shall charge and collect:
- 2 (1) For filing the original articles of organization,
- 3 a fee of [one hundred] ninety-five dollars;

- 4 (2) For filing the original articles of organization 5 online, in an electronic format prescribed by the secretary
- 6 of state, a fee of [forty-five] twenty-five dollars;
- 7 (3) Applications for registration of foreign limited
- 8 liability companies and issuance of a certificate of
- 9 registration to transact business in this state, a fee of
- 10 one hundred dollars;
- 11 (4) Amendments to and restatements of articles of
- 12 limited liability companies to application for registration
- of a foreign limited liability company or any other filing
- 14 otherwise provided for, a fee of twenty dollars or, if filed
- online in an electronic format prescribed by the secretary,
- 16 a fee of ten dollars;
- 17 (5) Articles of termination of limited liability
- 18 companies or cancellation of registration of foreign limited
- 19 liability companies, a fee of twenty dollars or, if filed
- 20 online in an electronic format prescribed by the secretary,
- 21 a fee of ten dollars;
- 22 (6) For filing notice of merger or consolidation, a
- 23 fee of twenty dollars;
- 24 (7) For filing a notice of winding up, a fee of twenty
- 25 dollars or, if filed online in an electronic format
- 26 prescribed by the secretary, a fee of ten dollars;
- 27 (8) For issuing a certificate of good standing, a fee
- 28 of five dollars;
- 29 (9) For a notice of the abandonment of merger or
- 30 consolidation, a fee of twenty dollars;
- 31 (10) For furnishing a copy of any document or
- 32 instrument, a fee of fifty cents per page;
- 33 (11) For accepting an application for reservation of a
- 34 name, or for filing a notice of the transfer or cancellation
- of any name reservation, a fee of twenty dollars;

- 36 (12) For filing a statement of change of address of 37 registered office or registered agent, or both, a fee of
- 38 five dollars;
- 39 (13) For any service of notice, demand, or process
- 40 upon the secretary as resident agent of a limited liability
- 41 company, a fee of twenty dollars, which amount may be
- 42 recovered as taxable costs by the party instituting such
- 43 suit, action, or proceeding causing such service to be made
- 44 if such party prevails therein;
- 45 (14) For filing an amended certificate of registration
- 46 a fee of twenty dollars; [and]
- 47 (15) For filing a statement of correction a fee of
- 48 five dollars;
- 49 (16) For filing an information statement for a
- 50 domestic or foreign limited liability company, a fee of
- 51 fifteen dollars or, if filing online in an electronic format
- 52 prescribed by the secretary, a fee of five dollars;
- 53 (17) For filing a withdrawal of an erroneously or
- 54 accidentally filed notice of winding up or articles of
- 55 termination, a fee of ninety-five dollars; and
- 56 (18) For a filing relating to a limited liability
- 57 series, an additional fee of ten dollars for each series
- 58 effected or, if filing online in an electronic format
- 59 prescribed by the secretary, a fee of five dollars for each
- 60 series effected.
- 61 2. Fees mandated in subdivisions (1) and (2) of
- 62 subsection 1 of this section and for application for
- 63 reservation of a name in subdivision (11) of subsection 1 of
- 64 this section shall be waived if an organizer who is listed
- as a member in the operating agreement of the limited
- 66 liability company is a member of the Missouri National Guard
- or any other active duty military, resides in the state of

- 68 Missouri, and provides proof of such service to the 69 secretary of state.
 - 347.183. In addition to the other powers of the
- 2 secretary established in sections 347.010 to 347.187, the
- 3 secretary shall, as is reasonably necessary to enable the
- 4 secretary to administer sections 347.010 to 347.187
- 5 efficiently and to perform the secretary's duties, have the
- 6 following powers including, but not limited to:
- 7 (1) The power to examine the books and records of any
- 8 limited liability company to which sections 347.010 to
- 9 347.187 apply, and it shall be the duty of any manager,
- 10 member or agent of such limited liability company having
- 11 possession or control of such books and records to produce
- 12 such books and records for examination on demand of the
- 13 secretary or his designated employee; except that no person
- 14 shall be subject to any criminal prosecution on account of
- 15 any matter or thing which may be disclosed by examination of
- 16 any limited liability company books and records, which they
- 17 may produce or exhibit for examination; or on account of any
- 18 other matter or thing concerning which they may make any
- 19 voluntary and truthful statement in writing to the secretary
- 20 or his designated employee. All facts obtained in the
- 21 examination of the books and records of any limited
- 22 liability company, or through the voluntary sworn statement
- 23 of any manager, member, agent or employee of any limited
- 24 liability company, shall be treated as confidential, except
- 25 insofar as official duty may require the disclosure of same,
- or when such facts are material to any issue in any legal
- 27 proceeding in which the secretary or [his] the secretary's
- 28 designated employee may be a party or called as witness,
- 29 and, if the secretary or [his] the secretary's designated
- 30 employee shall, except as provided in this subdivision,
- 31 disclose any information relative to the private accounts,

- 32 affairs, and transactions of any such limited liability
- 33 company, he or she shall be guilty of a class C
- 34 misdemeanor. If any manager, member or registered agent in
- 35 possession or control of such books and records of any such
- 36 limited liability company shall refuse a demand of the
- 37 secretary or his designated employee, to exhibit the books
- 38 and records of such limited liability company for
- 39 examination, such person shall be guilty of a class B
- 40 misdemeanor;
- 41 (2) The power to cancel or disapprove any articles of
- 42 organization or other filing required under sections 347.010
- 43 to 347.187, if the limited liability company fails to comply
- 44 with the provisions of sections 347.010 to 347.187 by
- 45 failing to file required documents under sections 347.010 to
- 46 347.187, by failing to maintain a registered agent, by
- 47 failing to pay the required filing fees, by using fraud or
- 48 deception in effecting any filing, by filing a required
- 49 document containing a false statement, or by violating any
- 50 section or sections of the criminal laws of Missouri, the
- 51 federal government or any other state of the United States.
- 52 Thirty days before such cancellation shall take effect, the
- 53 secretary shall notify the limited liability company with
- 54 written notice, either personally or by certified mail,
- 55 deposited in the United States mail in a sealed envelope
- 56 addressed to such limited liability company's last
- 57 registered agent in office, or to one of the limited
- 58 liability company's members or managers. Written notice of
- 59 the secretary's proposed cancellation to the limited
- 60 liability company, domestic or foreign, shall specify the
- 61 reasons for such action. The limited liability company may
- 62 appeal this notice of proposed cancellation to the circuit
- 63 court of the county in which the registered office of such
- 64 limited liability company is or is proposed to be situated

- 65 by filing with the clerk of such court a petition setting
- 66 forth a copy of the articles of organization or other
- 67 relevant documents and a copy of the proposed written
- 68 cancellation thereof by the secretary, such petition to be
- 69 filed within thirty days after notice of such cancellation
- 70 shall have been given, and the matter shall be tried by the
- 71 court, and the court shall either sustain the action of the
- 72 secretary or direct him to take such action as the court may
- 73 deem proper. An appeal from the circuit court in such a
- 74 case shall be allowed as in civil action. The limited
- 75 liability company may provide information to the secretary
- 76 that would allow the secretary to withdraw the notice of
- 77 proposed cancellation. This information may consist of, but
- 78 need not be limited to, corrected statements and documents,
- 79 new filings, affidavits and certified copies of other filed
- 80 documents;
- 81 (3) The power to rescind cancellation provided for in
- 82 subdivision (2) of this section upon compliance with either
- 83 of the following:
- 84 (a) The affected limited liability company provides
- 85 the necessary documents and affidavits indicating the
- 86 limited liability company has corrected the conditions
- 87 causing the proposed cancellation or the cancellation; or
- 88 (b) The limited liability company provides the correct
- 89 statements or documentation that the limited liability
- 90 company is not in violation of any section of the criminal
- 91 code; [and]
- 92 (4) The power to charge late filing fees for any
- 93 filing fee required under sections 347.010 to 347.187 and
- 94 the power to impose civil penalties as provided in section
- 95 347.053. Late filing fees shall be assessed at a rate of ten
- 96 dollars for each thirty-day period of delinquency;
- 97 (5) (a) The power to administratively cancel [an]:

98 <u>a.</u> Articles of organization if the limited liability 99 company's period of duration stated in articles of 100 organization expires <u>or if the limited liability company</u> 101 fails to timely file its information statement; or

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- b. The registration of a foreign limited liability company if the foreign limited liability company fails to timely file its information statement.
- 105 Not less than thirty days before such 106 administrative cancellation shall take effect, the secretary 107 shall notify the domestic or foreign limited liability 108 company with written notice, either personally or by mail. 109 If mailed, the notice shall be deemed delivered five days after it is deposited in the United States mail in a sealed 110 111 envelope addressed to such limited liability company's last 112 registered agent and office or to one of the limited 113 liability company's managers or members.
- 114 If the limited liability company does not timely file an articles of amendment in accordance with section 115 347.041 to extend the duration of the limited liability 116 company, which may be any number of years or perpetual, or 117 demonstrate to the reasonable satisfaction of the secretary 118 119 that the period of duration determined by the secretary is 120 incorrect, within sixty days after service of the notice is 121 perfected by posting with the United States Postal Service, 122 then the secretary shall cancel the articles of organization by signing an administrative cancellation that recites the 123 grounds for cancellation and its effective date. 124 secretary shall file the original of the administrative 125 126 cancellation and serve a copy on the limited liability 127 company as provided in section 347.051.
- (d) A limited liability company whose articles of organization has been administratively cancelled continues its existence but may not carry on any business except that

- 131 necessary to wind up and liquidate its business and affairs
- under section 347.147 and notify claimants under section
- **133** 347.141.
- 134 (e) The administrative cancellation of an articles of
- 135 organization does not terminate the authority of its
- 136 registered agent.
- (f) If a limited liability company does not timely file
- an information statement in accordance with section 347.044
- within sixty days after service of the notice is perfected
- 140 by posting with the United States Postal Service or fails to
- 141 demonstrate to the reasonable satisfaction of the secretary
- 142 that the information statement was timely filed, the
- 143 secretary shall cancel the articles of organization by
- 144 signing an administrative cancellation that states the
- 145 grounds for cancellation and the effective date of the
- 146 cancellation. The secretary shall file the original
- 147 administrative cancellation and serve a copy to the limited
- 148 liability company as provided under section 347.051.
- 149 (q) If a foreign limited liability company does not
- 150 timely file an information statement in accordance with
- 151 section 347.044 within sixty days after service of the
- 152 notice is perfected by posting with the United States Postal
- 153 Service or fails to demonstrate to the reasonable
- 154 satisfaction of the secretary that the information statement
- 155 was timely filed, the secretary shall cancel the
- 156 registration of the foreign limited liability company by
- 157 signing an administrative cancellation that states the
- 158 grounds for cancellation and the effective date of the
- 159 cancellation. The secretary shall file the original
- 160 administrative cancellation and serve a copy to the foreign
- 161 limited liability company as provided in section 347.051. A
- 162 foreign limited liability company whose registration has
- 163 been administratively cancelled may continue its existence

- but shall not conduct any business in this state except to

 wind up and liquidate its business and affairs in this

 state; and
- 167 (6) (a) The power to rescind an administrative
 168 cancellation and reinstate the articles of organization.
- 169 (b) Except as otherwise provided in the operating
 170 agreement, a limited liability company whose articles of
 171 organization has been administratively cancelled under
 172 subdivision (5) of this section may file an articles of
 173 amendment in accordance with section 347.041 to extend the
 174 duration of the limited liability company, which may be any
 175 number or perpetual.
- 176 (c) A limited liability company whose articles of
 177 organization has been administratively cancelled under
 178 subdivision (5) of this section may apply to the secretary
 179 for reinstatement. The applicant shall:
- a. Recite the name of the limited liability company and the effective date of its administrative cancellation;
- b. State that the grounds for cancellation either did not exist or have been eliminated, as applicable, and be accompanied by documentation satisfactory to the secretary evidencing the same;
- 186 c. State that the limited liability company's name 187 satisfies the requirements of section 347.020;
- d. Be accompanied by a reinstatement fee in the amount of [one hundred] <u>ninety-five</u> dollars, or such greater amount as required by state regulation, plus any delinquent fees, penalties, and other charges as determined by the secretary to then be due.
 - (d) If the secretary determines that the application contains the information and is accompanied by the fees required in paragraph (c) of this subdivision and that the information and fees are correct, the secretary shall

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- rescind the cancellation and prepare a certificate of reinstatement that recites his or her determination and the effective date of reinstatement, file the original articles of organization, and serve a copy on the limited liability company as provided in section 347.051.
- (e) When the reinstatement is effective, it shall relate back to and take effect as of the effective date of the administrative cancellation of the articles of organization and the limited liability company may continue carrying on its business as if the administrative cancellation had never occurred.
- 208 In the event the name of the limited liability 209 company was reissued by the secretary to another entity 210 prior to the time application for reinstatement was filed, 211 the limited liability company applying for reinstatement may 212 elect to reinstate using a new name that complies with the 213 requirements of section 347.020 and that has been approved by appropriate action of the limited liability company for 214 215 changing the name thereof.
- 216 (g) If the secretary denies a limited liability
 217 company's application for reinstatement following
 218 administrative cancellation of the articles of organization,
 219 he or she shall serve the limited liability company as
 220 provided in section 347.051 with a written notice that
 221 explains the reason or reasons for denial.
- 222 (h) The limited liability company may appeal a denial 223 of reinstatement as provided for in subdivision (2) of this 224 section.
- **[** (7) **]**
- 226 This subdivision [(6) of this section] shall apply to any
 227 limited liability company whose articles of organization was
 228 cancelled because such limited liability company's period of

- 229 duration stated in the articles of organization expired on
- 230 or after August 28, 2003;
- 231 (7) The power to rescind an administrative
- 232 cancellation and reinstate the registration of a foreign
- 233 limited liability company. The following procedures apply:
- (a) A foreign limited liability company whose
- 235 registration was administratively cancelled under
- 236 subdivision (5) of this section may apply to the secretary
- 237 for reinstatement. The application shall:
- a. State the name of the foreign limited liability
- 239 company and the date of the administrative cancellation;
- b. State that the grounds for cancellation either did
- 241 not exist or have been eliminated, with supporting
- 242 documentation satisfactory to the secretary;
- c. State that the foreign limited liability company's
- 244 name satisfies the requirements of section 347.020; and
- 245 d. Include a reinstatement fee in the amount of ninety-
- 246 five dollars, or a higher amount if required by state
- 247 regulation, and any delinquent fees, penalties, or other
- 248 charges as the secretary determines are due;
- 249 (b) If the secretary determines that the application
- 250 satisfies the requirements under paragraph (a) of this
- 251 subdivision, the secretary shall rescind the cancellation
- 252 and prepare a certificate of reinstatement that includes the
- 253 effective date of reinstatement and shall deliver a copy to
- 254 the limited liability company as provided under section
- **255** 347.051;
- 256 (c) If reinstatement is granted, the administrative
- 257 cancellation shall be retroactively voided, and the foreign
- 258 limited liability company may conduct its business as if the
- 259 administrative cancellation never occurred;
- 260 (d) If the name of the foreign limited liability
- 261 company was issued to another entity before the application

- 262 for reinstatement was filed, the foreign limited liability
- 263 company applying for reinstatement may elect to reinstate
- 264 using a new name that complies with the requirements under
- section 347.020 and is approved by appropriate action of the
- 266 foreign limited liability company for changing its name;
- 267 (e) If the secretary denies a foreign limited
- 268 liability company's application for reinstatement, the
- 269 secretary shall serve the limited liability company with a
- written notice as provided under section 347.051 that
- 271 explains the reason for denial; and
- 272 (f) The foreign limited liability company may appeal a
- 273 denial of reinstatement by using the procedure under
- 274 subdivision (2) of this section; and
- 275 (8) The power to reinstate a limited liability company
- 276 that erroneously or accidentally filed a notice of winding
- 277 up or notice of termination. The following procedures apply:
- 278 (a) A limited liability company whose articles of
- 279 organization were terminated due to an erroneously or
- 280 accidentally filed notice of winding up or notice of
- 281 termination may apply to the secretary for reinstatement by
- filing a withdrawal of notice of winding up or withdrawal of
- 283 notice of termination. The application shall:
- a. State the name of the limited liability company and
- 285 the filing date of the erroneous or accidental notice;
- b. State the grounds for erroneously or accidentally
- 287 filing the notice, with supporting documentation
- 288 satisfactory to the secretary;
- c. State that the limited liability company's name
- 290 satisfies the requirements under section 347.020; and
- d. Include a reinstatement fee in the amount of ninety-
- 292 five dollars, or a higher amount if required by state
- 293 regulation, and any delinquent fees, penalties, or other
- 294 charges as the secretary determines are due;

- 295 (b) If the secretary determines that the application 296 satisfies the requirements under paragraph (a) of this
- 297 subdivision, the secretary shall rescind the notice of
- 298 winding up or notice of termination and prepare a
- 299 certificate of reinstatement that includes the effective
- 300 notice of termination and prepare a certificate of
- reinstatement that includes the effective limited liability
- 302 company as provided under section 347.051;
- (c) If reinstatement is granted, the termination of
- 304 the articles of organization shall be retroactively voided,
- 305 and the limited liability company may conduct its business
- 306 as if the administrative cancellation never occurred;
- 307 (d) If the name of the limited liability company was
- 308 issued to another entity before the application for
- 309 reinstatement was filed, the limited liability company
- 310 applying for the reinstatement may elect to reinstate using
- 311 a new name that complies with the requirements under section
- 312 347.020 and is approved by appropriate action of the limited
- 313 liability company for changing its name;
- 314 (e) If the secretary of state denies a limited
- 315 liability company's application for reinstatement, the
- 316 secretary shall serve the limited liability company with a
- 317 written notice as provided under section 347.051 that
- 318 explains the reason for denial; and
- 319 (f) The limited liability company may appeal a denial
- 320 of reinstatement by using the procedure under subdivision
- 321 (2) of this section.
 - 347.186. 1. An operating agreement may establish or
 - 2 provide for the establishment of a designated series of
 - 3 members, managers, or limited liability company interests
 - 4 having separate rights, powers, or duties with respect to
 - 5 specified property or obligations of the limited liability
 - 6 company or profits and losses associated with specified

- 7 property or obligations. To the extent provided in the
- 8 operating agreement, any such series may have a separate
- 9 business purpose or investment objective.
- 10 2. (1) Notwithstanding any other provisions of law to
- 11 the contrary, the debts, liabilities, and obligations
- 12 incurred, contracted for, or otherwise existing with respect
- 13 to a particular series shall be enforceable against the
- 14 assets of such series only, and not against the assets of
- 15 the limited liability company generally or any other series
- 16 thereof. Such particular series shall be deemed to have
- 17 possession, custody, and control only of the books, records,
- 18 information, and documentation related to such series and
- 19 not of the books, records, information, and documentation
- 20 related to the limited liability company as a whole or any
- 21 other series thereof if all of the following apply:
- 22 (a) The operating agreement creates one or more series;
- 23 (b) Separate and distinct records are maintained for
- 24 or on behalf of any such series;
- 25 (c) The assets associated with any such series,
- 26 whether held directly or indirectly, including through a
- 27 nominee or otherwise, are accounted for separately from the
- 28 other assets of the limited liability company or of any
- 29 other series;
- 30 (d) The operating agreement provides for the
- 31 limitations on liabilities of a series described in this
- 32 subdivision;
- 33 (e) Notice of the limitation on liabilities of a
- 34 series described in this subdivision is included in the
- 35 limited liability company's articles of organization; and
- 36 (f) The limited liability company has filed articles
- 37 of organization that separately identify each series which
- 38 is to have limited liability under this section.

- 39 (2) With respect to a particular series, unless 40 otherwise provided in the operating agreement, none of the 41 debts, liabilities, obligations, and expenses incurred, contracted for or otherwise existing with respect to a 42 limited liability company generally, or any other series 43 thereof, shall be enforceable against the assets of such 44 series, subject to the provisions of subdivision (1) of this 45 46 subsection.
- 47 (3) Compliance with paragraphs (e) and (f) of 48 subdivision (1) of this subsection shall constitute notice 49 of such limitation of liability of a series.
- A series with limited liability shall be treated 50 51 as a separate entity to the extent set forth in the articles of organization. Each series with limited liability may, in 52 its own name, contract, hold title to assets, grant security 53 interests, sue and be sued, and otherwise conduct business 54 and exercise the powers of a limited liability company under 55 56 this chapter. The limited liability company and any of its 57 series may elect to consolidate its operations as a single taxpayer to the extent permitted under applicable law, elect 58 to work cooperatively, elect to contract jointly, or elect 59 to be treated as a single business for the purposes of 60 qualification or authorization to do business in this or any 61 62 other state. Such elections shall not affect the limitation of liability set forth in this section except to the extent 63 64 that the series have specifically accepted joint liability 65 by contract.
- 3. Except in the case of a foreign limited liability company that has adopted a name that is not the name under which it is registered in its jurisdiction of organization, as permitted under sections 347.153 and 347.157, the name of the series with limited liability is required to contain the entire name of the limited liability company and be

- 72 distinguishable from the names of the other series set forth
- 73 in the articles of organization. In the case of a foreign
- 74 limited liability company that has adopted a name that is
- 75 not the name under which it is registered in its
- 76 jurisdiction of organization, as permitted under sections
- 347.153 and 347.157, the name of the series with limited
- 78 liability must contain the entire name under which the
- 79 foreign limited liability company has been admitted to
- 80 transact business in this state.
- 4. (1) (a) Upon filing of articles of organization
- 82 setting forth the name of each series with limited
- 83 liability, in compliance with section 347.037 or amendments
- 84 under section 347.041, the series' existence shall begin.
- 85 (b) Each copy of the articles of organization stamped
- 86 "Filed" and marked with the filing date shall be conclusive
- 87 evidence that all required conditions have been met and that
- 88 the series has been or shall be legally organized and formed
- 89 under this section and is notice for all purposes of all
- 90 other facts required to be set forth therein.
- 91 (c) The name of a series with limited liability under
- 92 this section may be changed by filing articles of amendment
- 93 with the secretary of state pursuant to section 347.041,
- 94 identifying the series whose name is being changed and the
- 95 new name of such series. If not the same as the limited
- 96 liability company, the names of the members of a member-
- 97 managed series or of the managers of a manager-managed
- 98 series may be changed by an amendment to the articles of
- 99 organization with the secretary of state.
- 100 (d) A series with limited liability under this section
- 101 may be dissolved by filing with the secretary of state
- 102 articles of amendment pursuant to section 347.041
- 103 identifying the series being dissolved or by the dissolution
- 104 of the limited liability company as provided in section

- 105 347.045. Except to the extent otherwise provided in the 106 operating agreement, a series may be dissolved and its 107 affairs wound up without causing the dissolution of the limited liability company. The dissolution of a series 108 established in accordance with subsection 2 of this section 109 110 shall not affect the limitation on liabilities of such 111 series provided by subsection 2 of this section. A series 112 is terminated and its affairs shall be wound up upon the 113 dissolution of the limited liability company under section
- 115 (e) Articles of organization, amendment, or
 116 termination described under this subdivision may be executed
 117 by the limited liability company or any manager, person, or
 118 entity designated in the operating agreement for the limited
 119 liability company.

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347.045.

- (f) Notwithstanding paragraph (d) of subdivision (1)

 of this subsection, the maximum number of designated series

 that may be effected by any one filing shall be limited to

 fifty.
- 124 (2) If different from the limited liability company,
 125 the articles of organization shall list the names of the
 126 members for each series if the series is member-managed or
 127 the names of the managers if the series is manager-managed.
- 128 (3) A series of a limited liability company shall be 129 deemed to be in good standing as long as the limited 130 liability company is in good standing.
- 131 (4) The registered agent and registered office for the 132 limited liability company appointed under section 347.033 133 shall serve as the agent and office for service of process 134 for each series in this state.
- 135 5. (1) An operating agreement may provide for classes 136 or groups of members or managers associated with a series 137 having such relative rights, powers, and duties as an

operating agreement may provide and may make provision for the future creation of additional classes or groups of members or managers associated with the series having such relative rights, powers, and duties as may from time to time be established, including rights, powers, and duties senior and subordinate to or different from existing classes and groups of members or managers associated with the series.

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- (2) A series may be managed either by the member or members associated with the series or by the manager or managers chosen by the members of such series, as provided in the operating agreement. Unless otherwise provided in an operating agreement, the management of a series shall be vested in the members associated with such series.
- 151 An operating agreement may grant to all or certain (3) 152 identified members or managers, or to a specified class or 153 group of the members or managers associated with a series, 154 the right to vote separately or with all or any class or group of the members or managers associated with the series, 155 156 on any matter. An operating agreement may provide that any member or class or group of members associated with a series 157 shall have no voting rights or ability to otherwise 158 159 participate in the management or governance of such series, 160 but any such member or class or group of members are owners 161 of the series.
 - (4) Except as modified in this section, the provisions of this chapter which are generally applicable to limited liability companies and their managers, members, and transferees shall be applicable to each particular series with respect to the operation of such series.
- 167 (5) Except as otherwise provided in an operating
 168 agreement, any event specified in this chapter or in an
 169 operating agreement that causes a manager to cease to be a
 170 manager with respect to a series shall not, in itself, cause

- 171 such manager to cease to be a manager of the limited
- 172 liability company or with respect to any other series
- 173 thereof.
- 174 (6) Except as otherwise provided in an operating
- 175 agreement, any event specified in this chapter or in an
- 176 operating agreement that causes a member to cease to be
- 177 associated with a series shall not, in itself, cause such
- 178 member to cease to be associated with any other series,
- 179 terminate the continued membership of a member in the
- 180 limited liability company, or cause the termination of the
- 181 series, regardless of whether such member was the last
- 182 remaining member associated with such series.
- 183 (7) An operating agreement may impose restrictions,
- 184 duties, and obligations on members of the limited liability
- 185 company or any series thereof as a matter of internal
- 186 governance, including, without limitation, those with regard
- 187 to:
- 188 (a) Choice of law, forum selection, or consent to
- 189 personal jurisdiction;
- 190 (b) Capital contributions;
- 191 (c) Restrictions on, or terms and conditions of, the
- 192 transfer of membership interests;
- 193 (d) Restrictive covenants, including noncompetition,
- 194 nonsolicitation, and confidentiality provisions;
- 195 (e) Fiduciary duties; and
- 196 (f) Restrictions, duties, or obligations to or for the
- 197 benefit of the limited liability company, other series
- 198 thereof, or their affiliates.
- 199 6. (1) If a limited liability company with the
- 200 ability to establish series does not register to do business
- 201 in a foreign jurisdiction for itself and its series, a
- 202 series of a limited liability company may itself register to
- 203 do business as a limited liability company in the foreign

- jurisdiction in accordance with the laws of the foreign jurisdiction.
- 206 (2) If a foreign limited liability company, as 207 permitted in the jurisdiction of its organization, has 208 established a series having separate rights, powers, or 209 duties and has limited the liabilities of such series so that the debts, liabilities, and obligations incurred, 210 211 contracted for, or otherwise existing with respect to a 212 particular series are enforceable against the assets of such 213 series only, and not against the assets of the limited 214 liability company generally or any other series thereof, or so that the debts, liabilities, obligations, and expenses 215 incurred, contracted for, or otherwise existing with respect 216 217 to the limited liability company generally or any other 218 series thereof are not enforceable against the assets of 219 such series, then the limited liability company, on behalf 220 of itself or any of its series, or any of its series on its own behalf may register to do business in this state in 221 accordance with this chapter. The limitation of liability 222 shall also be stated on the application for registration. 223 224 As required under section 347.153, the registration 225 application filed shall identify each series being 226 registered to do business in the state by the limited 227 liability company. Unless otherwise provided in the 228 operating agreement, the debts, liabilities, and obligations incurred, contracted for, or otherwise existing with respect 229 to a particular series of such a foreign limited liability 230 company shall be enforceable against the assets of such 231 series only and not against the assets of the foreign 232 233 limited liability company generally or any other series 234 thereof, and none of the debts, liabilities, obligations, and expenses incurred, contracted for, or otherwise existing 235

with respect to such a foreign limited liability company

- generally or any other series thereof shall be enforceable against the assets of such series.
- 7. Nothing in sections 347.039, 347.153, or 347.186

 240 shall be construed to alter existing Missouri statute or

 241 common law providing any cause of action for fraudulent

 242 conveyance, including but not limited to chapter 428, or any

 243 relief available under existing law that permits a challenge

 244 to limited liability.
 - 358.460. 1. The exclusive right to the use of a name of a registered limited liability partnership or foreign registered limited liability partnership may be reserved by:
 - 4 (1) Any person intending to become a registered 5 limited liability partnership or foreign registered limited 6 liability partnership under this chapter and to adopt that 7 name; and
- 8 (2) Any registered limited liability partnership or
 9 foreign registered limited liability partnership which
 10 proposes to change its name.
- 11 The reservation of a specified name shall be made by filing with the secretary of state an application, 12 executed by the applicant, specifying the name to be 13 reserved and the name and address of the applicant. If the 14 secretary of state finds that the name is available for use 15 by a registered limited liability partnership or foreign 16 registered limited liability partnership, the secretary of 17 state shall reserve the name for the exclusive use of the 18 applicant for a period of sixty days. A name reservation 19 shall not exceed a period of one hundred eighty days from 20 the date of the first name reservation application. Upon 21 22 the one hundred eighty-first day the name shall cease reserve status and shall not be placed back in such status. 23 The right to the exclusive use of a reserved name may be 24

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transferred to any other person by filing in the office of

- the secretary of state a notice of the transfer, executed by
- 27 the applicant for whom the name was reserved, specifying the
- 28 name to be transferred and the name and address of the
- 29 transferee. The reservation of a specified name may be
- 30 cancelled by filing with the secretary of state a notice of
- 31 cancellation, executed by the applicant or transferee,
- 32 specifying the name reservation to be cancelled and the name
- 33 and address of the applicant or transferee.
- 3. A fee in the amount of [twenty-five] twenty dollars
- 35 shall be paid to the secretary of state upon receipt for
- 36 filing of an application for reservation of name, an
- 37 application for renewal of reservation or a notice of
- 38 transfer or cancellation pursuant to this section. All
- 39 moneys from the payment of this fee shall be deposited into
- 40 the general revenue fund.
 - 358.470. 1. Each registered limited liability
- 2 partnership and each foreign registered limited liability
- 3 partnership shall have and maintain in the state of Missouri:
- 4 (1) A registered office, which may, but need not be, a
- 5 place of its business in the state of Missouri; and
- 6 (2) A registered agent for service of process on the
- 7 registered limited liability partnership or foreign
- 8 registered limited liability partnership, which agent may be
- 9 either an individual resident of the state of Missouri whose
- 10 business office is identical with the registered limited
- 11 liability partnership's or foreign registered limited
- 12 liability partnership's registered office, or a domestic
- 13 corporation, or a foreign corporation authorized to do
- 14 business in the state of Missouri, having a business office
- 15 identical with such registered office or the registered
- 16 limited liability partnership or foreign registered limited
- 17 liability partnership itself.

18 2. A registered agent may change the address of the 19 registered office of the registered limited liability 20 partnerships or foreign registered limited liability 21 partnerships for which the agent is the registered agent to 22 another address in the state of Missouri by paying a fee in 23 the amount of [ten] five dollars[, and a further fee in the amount of two dollars] for each registered limited liability 24 25 partnership or foreign registered limited liability 26 partnership affected thereby, to the secretary of state and 27 filing with the secretary of state a certificate, executed by such registered agent, setting forth the names of all the 28 registered limited liability partnerships or foreign 29 30 registered limited liability partnerships represented by such registered agent, and the address at which such 31 registered agent has maintained the registered office for 32 each of such registered limited liability partnerships or 33 34 foreign registered limited liability partnerships, and further certifying to the new address to which such 35 36 registered office will be changed on a given day, and at which new address such registered agent will thereafter 37 maintain the registered office for each of the registered 38 39 limited liability partnerships or foreign registered limited 40 liability partnerships recited in the certificate. Upon the 41 filing of such certificate, the secretary of state shall 42 furnish to the registered agent a certified copy of the same 43 under the secretary of state's hand and seal of office, and thereafter, or until further change of address, as 44 authorized by law, the registered office in the state of 45 Missouri of each of the registered limited liability 46 47 partnerships or foreign registered limited liability partnerships recited in the certificate shall be located at 48 the new address of the registered agent thereof as given in 49 50 the certificate. In the event of a change of name of any

- 51 person acting as a registered agent of a registered limited
- 52 liability partnership or foreign registered limited
- 53 liability partnership, such registered agent shall file with
- 54 the secretary of state a certificate, executed by such
- 55 registered agent, setting forth the new name of such
- 56 registered agent, the name of such registered agent before
- 57 it was changed, the names of all the registered limited
- 58 liability partnerships or foreign registered limited
- 59 liability partnerships represented by such registered agent,
- and the address at which such registered agent has
- 61 maintained the registered office for each of such registered
- 62 limited liability partnerships or foreign registered limited
- 63 liability partnerships, and shall pay a fee in the amount of
- [twenty-five] five dollars[, and a further fee in the amount
- of two dollars] for each registered limited liability
- 66 partnership or foreign registered limited liability
- 67 partnership affected thereby, to the secretary of state.
- 68 Upon the filing of such certificate, the secretary of state
- 69 shall furnish to the registered agent a certified copy of
- 70 the same under the secretary of state's hand and seal of
- 71 office. Filing a certificate under this section shall be
- 72 deemed to be an amendment of the application, renewal
- 73 application or notice filed pursuant to subsection 19 of
- 74 section 358.440, as the case may be, of each registered
- 75 limited liability partnership or foreign registered limited
- 76 liability partnership affected thereby, and each such
- 77 registered limited liability partnership or foreign
- 78 registered limited liability partnership shall not be
- 79 required to take any further action with respect thereto to
- 80 amend its application, renewal application or notice filed,
- 81 as the case may be, pursuant to section 358.440. Any
- 82 registered agent filing a certificate under this section
- 83 shall promptly, upon such filing, deliver a copy of any such

- certificate to each registered limited liability partnership or foreign registered limited liability partnership affected thereby.
- The registered agent of one or more registered 87 3. limited liability partnerships or foreign registered limited 88 89 liability partnerships may resign and appoint a successor registered agent by paying a fee in the amount of [fifty] 90 91 five dollars[, and a further fee in the amount of two 92 dollars] for each registered limited liability partnership 93 or foreign registered limited liability partnership affected thereby, to the secretary of state and filing a certificate 94 with the secretary of state, stating that it resigns and the 95 name and address of the successor registered agent. 96 shall be attached to such certificate a statement executed 97 by each affected registered limited liability partnership or 98 99 foreign registered limited liability partnership ratifying 100 and approving such change of registered agent. Upon such 101 filing, the successor registered agent shall become the 102 registered agent of such registered limited liability partnerships or foreign registered limited liability 103 104 partnerships as have ratified and approved such substitution 105 and the successor registered agent's address, as stated in such certificate, shall become the address of each such 106 107 registered limited liability partnership's or foreign 108 registered limited liability partnership's registered office 109 in the state of Missouri. The secretary of state shall 110 furnish to the successor registered agent a certified copy of the certificate of resignation. Filing of such 111 certificate of resignation shall be deemed to be an 112 113 amendment of the application, renewal application or notice filed pursuant to subsection 19 of section 358.440, as the 114 case may be, of each registered limited liability 115 116 partnership or foreign registered limited liability

- 117 partnership affected thereby, and each such registered
- 118 limited liability partnership or foreign registered limited
- 119 liability partnership shall not be required to take any
- 120 further action with respect thereto, to amend its
- 121 application, renewal application or notice filed pursuant to
- subsection 19 of section 358.440, as the case may be,
- pursuant to section 358.440.
- 124 4. The registered agent of a registered limited
- 125 liability partnership or foreign registered limited
- 126 liability partnership may resign without appointing a
- 127 successor registered agent by paying a fee in the amount of
- 128 [ten] five dollars to the secretary of state and filing a
- 129 certificate with the secretary of state stating that it
- 130 resigns as registered agent for the registered limited
- 131 liability partnership or foreign registered limited
- 132 liability partnership identified in the certificate, but
- 133 such resignation shall not become effective until one
- 134 hundred twenty days after the certificate is filed. There
- 135 shall be attached to such certificate an affidavit of such
- 136 registered agent, if an individual, or the president, a vice
- 137 president or the secretary thereof if a corporation, that at
- 138 least thirty days prior to and on or about the date of the
- 139 filing of the certificate, notices were sent by certified or
- 140 registered mail to the registered limited liability
- 141 partnership or foreign registered limited liability
- 142 partnership for which such registered agent is resigning as
- 143 registered agent, at the principal office thereof within or
- 144 outside the state of Missouri, if known to such registered
- 145 agent or, if not, to the last known address of the attorney
- or other individual at whose request such registered agent
- 147 was appointed for such registered limited liability
- 148 partnership or foreign registered limited liability
- 149 partnership, of the resignation of such registered agent.

- 150 After receipt of the notice of the resignation of its
- 151 registered agent, the registered limited liability
- 152 partnership or foreign registered limited liability
- 153 partnership for which such registered agent was acting shall
- 154 obtain and designate a new registered agent, to take the
- 155 place of the registered agent so resigning. If such
- 156 registered limited liability partnership or foreign
- 157 registered limited liability partnership fails to obtain and
- 158 designate a new registered agent prior to the expiration of
- 159 the period of one hundred twenty days after the filing by
- 160 the registered agent of the certificate of resignation, the
- 161 application, renewal application or notice filed pursuant to
- subsection 19 of section 358.440 of such registered limited
- 163 liability partnership or foreign registered limited
- 164 liability partnership shall be deemed to be cancelled.

362.034. 1. Any entity that operates as a facility

- 2 licensed or certified under Article XIV, Section 1 of the
- 3 Constitution of Missouri may request in writing that a state
- 4 or local licensing authority or agency, including but not
- 5 limited to the department of health and senior services or
- 6 department of revenue, share the entity's application,
- 7 license, or other regulatory and financial information with
- 8 a banking institution. A state or local licensing authority
- 9 or agency may also share such information with the banking
- 10 institution's state and federal supervisory agencies.
- 11 2. In order to ensure the state or local licensing
- 12 authority or agency is properly maintaining the
- 13 confidentiality of individualized data, information, or
- 14 records, an entity shall include in the written request a
- 15 waiver giving authorization for the transfer of the
- 16 individualized data, information, or records and waiving any
- 17 confidentiality or privilege that applies to that
- 18 individualized data, information, or records.

- 19 3. This section shall only apply to the disclosure of
- 20 information by a state or local licensing authority or
- 21 agency reasonably necessary to facilitate the provision of
- 22 financial services by a banking institution to the entity
- 23 making a request pursuant to this section.
- 4. The recipient of any information pursuant to this
- 25 section shall treat such information as confidential and use
- 26 it only for the purposes described in this section.
- 27 <u>5. Nothing in this section shall be construed to</u>
- 28 authorize the disclosure of confidential or privileged
- 29 information, nor waive an entity's rights to assert
- 30 confidentiality or privilege, except as reasonably necessary
- 31 to facilitate the provision of financial services for the
- 32 entity making the request.
- 33 6. An entity that has provided a waiver pursuant to
- 34 this section may withdraw the waiver with thirty days'
- 35 notice in writing.
- 7. Nothing in this section shall be construed to
- 37 modify the requirements of chapter 610.
- 38 8. For purposes of this section, the following terms
- 39 mean:
- 40 (1) "Banking institution", the same meaning as in
- 41 Article IV, Section 15 of the Missouri Constitution;
- 42 (2) "Entity", the same meaning as in Article XIV,
- 43 Section 1 of the Missouri Constitution.
 - 394.120. 1. No person shall become a member of a
- 2 cooperative unless such person shall agree to use electric
- 3 energy furnished by the cooperative when such electric
- 4 energy shall be available through its facilities. The
- 5 bylaws of a cooperative may provide that any person,
- 6 including an incorporator, shall cease to be a member
- 7 thereof if he or she shall fail or refuse to use electric
- 8 energy made available by the cooperative or if electric

- 9 energy shall not be made available to such person by the
- 10 cooperative within a specified time after such person shall
- 11 have become a member thereof. Membership in the cooperative
- 12 shall not be transferable, except as provided in the
- 13 bylaws. The bylaws may prescribe additional qualifications
- 14 and limitations in respect of membership.
- 15 2. An annual meeting of the members shall be held at
- 16 such time as shall be provided in the bylaws.
- 3. Special meetings of the members may be called by
- 18 the board of directors, by any three directors, by not less
- 19 than ten percent of the members, or by the president.
- 4. Meetings of members shall be held at such place as
- 21 may be provided in the bylaws. In the absence of any such
- 22 provisions, all meetings shall be held in the city or town
- 23 in which the principal office of the cooperative is located.
- 5. Except as herein otherwise provided, written or
- 25 printed notice stating the time and place of each meeting of
- 26 members and, in the case of a special meeting, the purpose
- 27 or purposes for which the meeting is called, shall be given
- 28 to each member, either personally or by mail, not less than
- 29 ten nor more than twenty-five days before the date of the
- 30 meeting.
- 31 6. Two percent of the first two thousand members and
- 32 one percent of the remaining members, present in person, or
- 33 if the bylaws so provide, participating electronically or by
- 34 mail, shall constitute a quorum for the transaction of
- 35 business at all meetings of the members, unless the bylaws
- 36 prescribe the presence of a greater percentage of the
- 37 members for a quorum. If less than a quorum is present at
- 38 any meeting, a majority of those present in person may
- 39 adjourn the meeting from time to time without further notice.
- 40 7. Each member shall be entitled to one vote on each
- 41 matter submitted to a vote at a meeting. Voting shall be in

- 42 person, but, if the bylaws so provide, may also be by proxy,
- 43 by electronic means, by mail, or any combination thereof.
- 44 If the bylaws provide for voting by proxy, by electronic
- 45 means, or by mail, they shall also prescribe the conditions
- 46 under which proxy, electronic, or mail voting shall be
- 47 exercised. In any event, no person shall vote as proxy for
- 48 more than two members at any meeting of the members.
- 49 8. Notwithstanding the provisions of subsections 2 and
- 50 7 of this section, the board of directors shall have the
- 51 power to set the time and place of the annual meeting and
- 52 also to provide for voting by proxy, electronic means, by
- 53 mail, or any combination thereof, and to prescribe the
- 54 conditions under which such voting shall be exercised. The
- 55 meeting requirement provided in this section may be
- 56 satisfied through virtual means. The provisions of this
- 57 subsection shall expire on August 28, 2022.
 - 407.475. 1. Except when specifically required or
- 2 authorized by federal law, no state agency or state official
- 3 shall impose any annual filing or reporting requirements on
- 4 an organization regulated or specifically exempted from
- 5 regulation under sections 407.450 to 407.478 that are more
- 6 stringent, restrictive, or expansive than the requirements
- 7 authorized under section 407.462.
- 8 2. This section shall not apply to state grants or
- 9 contracts nor investigations under section 407.472 and shall
- 10 not restrict enforcement actions against specific charitable
- 11 organizations.
- 12 3. This section shall not prohibit the department of
- 13 labor and industrial relations or the state board of
- 14 mediation from enforcing the provisions of sections 105.500
- 15 to 105.598.
 - 431.201. As used in section 431.202, unless the
- 2 context otherwise requires, the following terms mean:

- 3 (1) "Business entity", any natural person, business,
- 4 corporation, limited liability company, series limited
- 5 liability company, partnership, sole or other
- 6 proprietorship, professional practice, or any other business
- 7 organization or commercial enterprise, whether for profit or
- 8 not, including, but not limited to, any successor-in-
- 9 interest to a business entity who conducts business or who,
- 10 directly or indirectly, owns any equity interest, ownership,
- 11 or profit participation in the business entity;
- 12 (2) "Customers with whom the employee dealt", each
- 13 customer or prospective customer:
- 14 (a) Who was serviced, directly or indirectly, by an
- 15 employee of a business entity;
- 16 (b) Whose business or other dealings with a business
- 17 entity were supervised, coordinated, or otherwise worked on,
- 18 directly or indirectly, by an employee;
- 19 (c) Who was solicited, produced, induced, persuaded,
- 20 encouraged, or otherwise dealt with, directly or indirectly,
- 21 by an employee;
- 22 (d) About whom an employee, directly or indirectly,
- 23 obtained, had knowledge of, had access to, or is in
- 24 possession of confidential business or proprietary
- 25 information or trade secrets in the course of or as a result
- 26 of the employee's relationship with the business entity;
- 27 (e) Who has purchased or otherwise obtained products
- 28 or services from a business entity and the sale or provision
- 29 of which resulted in compensation, commissions, earnings, or
- 30 profits to or for the employee within two years prior to the
- 31 end of the employee's employment or business relationship
- 32 with the business entity; or
- 33 (f) With whom an employee had contact, directly or
- 34 indirectly, of sufficient quality, frequency, and duration
- 35 during the employee's employment or other business

- 36 relationship with the business entity such that the employee
- 37 had influence over the customer;
- **38** (3) "Employee":
- 39 (a) A natural person currently or formerly employed or
- 40 retained by a business entity in any capacity, or who has
- 41 performed work for a business entity, including, but not
- 42 limited to, a member of a board of directors, an officer, a
- 43 supervisor, an independent contractor, or a vendor;
- (b) A natural person who, by reason of having been
- 45 employed by or having a business relationship with a
- 46 business entity:
- a. Obtained specialized skills, training, learning, or
- 48 <u>abilities; or</u>
- b. Obtained, had knowledge of, had access to, or is in
- 50 possession of confidential or proprietary business
- 51 information or trade secrets of the business entity,
- 52 including, but not limited to, customer contact information
- or information of or belonging to customers of the business
- 54 entity; or
- (c) A current or former owner or seller of all or any
- 56 part of the assets of a business entity or of any interest
- 57 in a business entity, including, but not limited to, all or
- 58 any part of the shares of a corporation, a partnership
- 59 interest, a membership or membership interest in a limited
- 60 liability company or a series limited liability company, or
- 61 an equity interest, ownership, profit participation, or
- 62 other interest of any type in any business entity.
- 63 The definition of "employee" set forth in this subdivision
- shall be applicable only with respect to section 431.202 and
- 65 shall have no application in any other context. The
- definition of "employee" is not intended, and shall not be
- 67 relied upon, to create, change, or affect the employment
- 68 status of any natural person or the meaning of the terms

- "employee", "employment", or "employer" that may be
- 70 applicable in any other context or under any other provision
- 71 of law.
 - 431.202. 1. A reasonable covenant in writing
- 2 promising not to solicit, recruit, hire, induce, persuade,
- 3 encourage, or otherwise interfere with, directly or
- 4 indirectly, the employment or other business relationship of
- 5 one or more employees of a business entity shall be
- 6 enforceable and not a restraint of trade pursuant to
- 7 subsection 1 of section 416.031 if:
- 8 (1) Between two or more [corporations or other]
- 9 business entities seeking to preserve workforce stability
- 10 (which shall be deemed to be among the protectable interests
- of each [corporation or] such business entity) during, and
- 12 for a reasonable period following, negotiations between such
- 13 [corporations or] business entities for the acquisition of
- 14 all or a part of one or more of such [corporations or]
- 15 business entities;
- 16 (2) Between two or more [corporations or] business
- 17 entities engaged in a joint venture or other legally
- 18 permissible business arrangement where such covenant seeks
- 19 to protect against possible misuse of confidential business
- or proprietary information or trade [secret business
- 21 information] secrets shared or to be shared between or among
- 22 such [corporations or] entities;
- 23 (3) Between [an employer] a business entity and one or
- 24 more employees of such business entity seeking on the part
- of the [employer] business entity to protect:
- 26 (a) Confidential business or proprietary information
- 27 or trade [secret business information] secrets; or
- 28 (b) Customer or supplier relationships, goodwill or
- 29 loyalty, which shall be deemed to be among the protectable
- 30 interests of the [employer] business entity; or

- 31 (4) Between [an employer] a business entity and one or more employees of such business entity, notwithstanding the 32 33 absence of the protectable interests described in subdivision (3) of this subsection, so long as such covenant 34 35 does not continue for more than [one year] two years following the employee's employment or business relationship 36 with the business entity; provided, however, that this 37 subdivision shall not apply to covenants signed by employees 38 who provide only secretarial or clerical services and who 39 40 own no shares, partnership interest, or membership or membership interest in a limited liability company or series 41 limited liability company, or equity interest, ownership, 42 43 profit participation, or other interest of any type in the business entity. 44
 - 2. Whether a covenant covered by <u>subsection 1 of</u> this section is reasonable shall be determined based upon the facts and circumstances pertaining to such covenant, but a covenant covered exclusively by subdivision (3) or (4) of subsection 1 of this section shall be conclusively presumed to be reasonable if its postemployment <u>or postbusiness</u> duration is no more than [one year] two years.

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52 3. A reasonable covenant in writing promising not to solicit, induce, persuade, encourage, service, accept 53 54 business from, or otherwise interfere with, directly or indirectly, a business entity's customers, including, but 55 56 not limited to, any reduction, termination, or transfer of any customer's business, in whole or in part, for purposes 57 of providing any product or any service that is competitive 58 with those provided by the business entity, shall be 59 enforceable and not a restraint of trade under subsection 1 60 of section 416.031, if the covenant is limited to customers 61 with whom the employee dealt during the employee's 62

- employment or other business relationship with the business
- 64 entity, and if:
- (1) The covenant is between a business entity and one
- or more current or former employees of the business entity
- 67 and is not associated with the sale or ownership of all or
- any part of:
- 69 (a) The assets of a business entity; or
- 70 (b) Any interest in a business entity including, but
- 71 not limited to, all or any part of the shares of a
- 72 corporation, a partnership interest, a membership or
- 73 membership interest in a limited liability company or series
- 74 limited liability company, or an equity interest, ownership,
- 75 profit participation, or other interest of any type in any
- 76 business entity;
- 77 provided that, the covenant does not continue for more than
- 78 two years following the end of the employee's employment or
- 79 business relationship with the business entity.
- 80 Notwithstanding the foregoing, this subdivision shall not
- 81 apply to covenants with current or former distributors,
- 82 dealers, franchisees, lessees of real or personal property,
- 83 or licensees of a trademark, trade dress, or service mark;
- 84 (2) The covenant is between a business entity and a
- 85 current or former distributor, dealer, franchisee, lessee of
- 86 real or personal property, or licensee of a trademark, trade
- 87 dress, or service mark, and is not associated with the sale
- 88 or ownership of all or any part of any of the items provided
- 89 in paragraph (a) or (b) of subdivision (1) of this
- 90 subsection; provided that, the covenant does not continue
- 91 for more than three years following the end of the business
- 92 relationship; or
- 93 (3) The covenant is between a business entity and the
- 94 owner or seller of all or any part of any of the items
- 95 provided in paragraph (a) or (b) of subdivision (1) of this

- 96 subsection, so long as the covenant does not continue for
- 97 longer than five years in duration or the period of time
- 98 during which payments are being made to the owner or seller
- 99 as a result of any sale, measured from the date of
- 100 termination, closing, or disposition of such items. A
- 101 breach or threatened breach of a covenant described in this
- subdivision shall create a conclusive presumption of
- irreparable harm in the absence of an issuance of injunctive
- relief in connection with the enforcement of the covenant,
- 105 without the necessity of establishing by prima facie
- 106 evidence any actual or threatened damages or harm. Nothing
- in this paragraph shall be construed to change any
- 108 applicable evidentiary standard or other standard necessary
- for obtaining temporary, preliminary, or permanent
- injunctive relief relating to the enforcement of covenants.
- 111 A provision in writing by which an employee promises to
- 112 provide prior notice to a business entity of the employee's
- intent to terminate, sell, or otherwise dispose of all or
- any part of any of the items covered by this subdivision
- shall be conclusively presumed to be enforceable and not a
- 116 restraint of trade under subsection 1 of section 416.031, if
- 117 the specified notice period is no longer than thirty days in
- duration and the business entity agrees in writing to pay
- 119 the employee at the employee's regular rate of pay and to
- 120 provide the employee with the employee's regular benefits
- during the applicable notice period even if the business
- 122 entity does not require the employee to provide services
- 123 during the notice period.
- 4. Whether a covenant covered by subsection 3 of this
- 125 section is reasonable shall be determined based upon the
- 126 facts and circumstances pertaining to the covenant, but a
- 127 covenant covered by subdivisions (1) to (3) of subsection 3
- of this section shall be conclusively presumed to be

- reasonable if the duration of its postemployment,
- 130 posttermination, postbusiness relationship, postsale, or
- 131 postdisposition period is consistent with the applicable
- duration limits set forth in subdivisions (1) to (3) of
- 133 subsection 3 of this section.
- 5. No express reference to geographic area shall be
- 135 required for a covenant described in this section to be
- enforceable.
- 6. If a covenant is overbroad, overlong, or otherwise
- 138 not reasonably necessary to protect the legitimate business
- interests of the person seeking enforcement of the covenant,
- 140 a court shall modify the covenant, enforce the covenant as
- 141 modified, and grant only the relief reasonably necessary to
- 142 protect such interests.
- 7. Nothing in subdivision (3) or (4) of subsection 1
- or subdivisions (1) to (3) of subsection 3 of this section
- is intended to create, or to affect the validity or
- 146 enforceability of, [employer-employee] covenants not to
- 147 compete, other types of covenants, or nondisclosure or
- 148 confidentiality agreements, except as expressly provided in
- 149 this section.
- 150 [4.] 8. Nothing in this section shall preclude a
- 151 covenant described in subsection 1 of this section from
- 152 being enforceable in circumstances other than those
- described in subdivisions (1) to (4) of subsection 1 of this
- 154 section, or a covenant described in subsection 3 of this
- 155 section from being enforceable in circumstances other than
- those described in subdivisions (1) to (3) of subsection 3
- of this section, where such covenant is reasonably necessary
- 158 to protect a party's legally permissible business interests.
- [5.] 9. Except as otherwise expressly provided in this
- 160 section, nothing [is] in this section shall be construed to
- 161 limit an employee's ability to seek or accept employment

with another employer immediately upon, or at any time

subsequent to, termination of employment, whether said

termination was voluntary or nonvoluntary.

[6.] 10. This section shall have retrospective as well

as prospective effect.