



# 116th MAINE LEGISLATURE

## **SECOND REGULAR SESSION-1994**

Legislative Document

#### No. 1713

S.P. 615

In Senate, January 11, 1994

An Act to Clarify Maine Corporate Laws.

Submitted by the Department of the Secretary of State pursuant to Joint Rule 24. Reference to the Committee on Judiciary suggested and ordered printed.

JOY J. O'BRIEN Secretary of the Senate

Presented by Senator CONLEY of Cumberland. Cosponsored by Representatives: LOOK of Jonesboro, ROWE of Portland. Be it enacted by the People of the State of Maine as follows:

Sec. 1. 10 MRSA §1522, sub-\$1, ¶¶F and G, as amended by PL 1993, c. 316, §4, are further amended to read:

F. Consists of or comprises a mark that so resembles a mark registered in this State or a mark or trade name previously used in this State by another and not abandoned, as to be likely, when applied to the goods or services of the applicant, to cause confusion or mistake or to deceive, unless the registered owner or holder of the other mark executes and files with the Secretary of State proof of authorization of the use of a similar mark by the applicant seeking to use the similar mark;  $e_{\pm}$ 

G. Consists of or comprises any corporate or limited partnership name, unless the corporation or limited partnership executes and files with the Secretary of State proof of authorization of the use of a mark similar to the corporation or limited partnership's name by the applicant seeking to use the mark-:

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Sec. 2. 10 MRSA §1522, sub-§1, ¶¶H and I are enacted to read:

<u>H.</u> Consists of or comprises language that is obscene, contemptuous, profane or prejudicial; or

28 <u>I. Inappropriately promotes abusive or unlawful activity.</u>

Sec. 3. 11 MRSA §9-407, sub- $\S(2)$ , as amended by PL 1989, c. 600, Pt. A,  $\S$ 20 to 22, is further amended to read:

Upon the written request of any person, the filing (2) officer shall issue a certificate of information, in such form as 34 the Secretary of State may approve, showing whether there is on 36 file on the date and hour stated therein any presently effective financing statement naming a particular debtor and any statement of assignment thereof and if there is, giving the date and hour 38 of filing of each such statement and the names and addresses of each secured party therein. The uniform fee for a-certificate 40 shall--be certification is \$10 for--the--first--page--of--that 42 eertificate, plus 50¢ for each additional page of the certificate after the first page. Upon request the filing officer shall furnish a copy of any filed financing statement, continuation 44 statement, termination statement, statement of assignment or 46 statement of release for a fee of \$2 and-if--any--such-statement consists-of-more-than-3-pages, an-additional-fee-of plus 50¢ for 48 the-4th-and each succeeding page of the copy after the first page.

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Notwithstanding this subsection, if the filing officer is a municipal clerk or a register of deeds, issuance of the certificate of information is discretionary.

Upon reasonable request and within the existing ability of the office of the Secretary of State to respond, the filing officer shall furnish to any municipal clerk, without charge and for municipal purposes only, a copy of any filed financing statement, continuation statement, termination statement, statement of assignment or statement of release.

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Sec. 4. 13-A MRSA §301, sub-§8 is enacted to read:

8. The Secretary of State, in the Secretary of State's discretion, may refuse to file a name that:

A. Consists of or comprises language that is obscene, contemptuous, profane or prejudicial;

B. Inappropriately promotes abusive or unlawful activity; or

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Sec. 5. 13-A MRSA §1302, sub-§1, as amended by PL 1991, c. 780, Pt. U, §7, is further amended to read:

C. Falsely suggests an association with public institutions.

A corporation required to deliver an annual report for 1. filing as provided by section 1301 that fails to deliver its 28 properly completed annual report to the Secretary of State shall 30 pay, in addition to the regular annual report fee, the sum of \$25, providing the report is received by the Secretary of State prior to revocation or suspension. Upon failure to file the 32 annual report and to pay the annual report fee or the penalty, 34 the Secretary of State, notwithstanding Title 4, chapter 25 and Title 5, chapter 375, shall revoke a foreign corporation's authority to do business in this State and suspend a domestic 36 corporation from doing business. The Secretary of State shall 38 use the procedures set forth in section 1210, relative to revoking the right of foreign corporations to do business in this 40 State, for suspending domestic corporations. Α foreign corporation whose authority to do business in this State has been 42 revoked under this subsection that wishes to do business again in this State must be authorized as provided in section 1202. Α 44 domestic corporation that has been suspended under this subsection may be reinstated by filing the current annual report, 46 together with the current annual filing fee, and by paying the sum of \$125 for each year the corporation failed to file an 48 annual report. The maximum fee for reinstatement may not exceed \$500, regardless of the number of delinquent reports or the 50 period of delinquency.

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Sec. 6. 13-B MRSA §301, sub-§7 is enacted to read: 2 7. Refuse filing. The Secretary of State, in the Secretary 4 of State's discretion, may refuse to file a name that: б Consists of or comprises language that is obscene, Α. contemptuous, profane or prejudicial; 8 B. Inappropriately promotes abusive or unlawful activity; or 10 12 C. Falsely suggests an association with public institutions. Sec. 7. 31 MRSA §403, sub-§5 is enacted to read: 14 5. Refuse filing. The Secretary of State, in the Secretary 16 of State's discretion, may refuse to file a name that: 18 Consists of or comprises language that is obscene, Α. 20 contemptuous, profane or prejudicial; 22 B. Inappropriately promotes abusive or unlawful activity; or 24 C. Falsely suggests an association with public institutions. Sec. 8. 31 MRSA §497, sub-§4, as enacted by PL 1991, c. 552, 26 §2 and affected by §4, is amended to read: 28 Penalty. The Secretary of State may fine any foreign 4. 30 limited partnership doing business in this State without first having been granted the authority to do business in this State \$750 for each year or part of a year during which the foreign 32 limited partnership failed to obtain authority to do business in this State. 34 Sec. 9. 33 MRSA §1905, sub-§2, ¶A, as enacted by PL 1989, c. 36 502, Pt. A, §121, is amended to read: 38 Cause a certificate of release or nonattachment to be Α. marked, held and indexed as if the certificate were a 40 termination statement within the meaning of the Uniform 42 Commercial Code, - Title -11, -but - the -notice -of - lien -to -which the - certificate - relates - may - not - be - removed - from - the - files; 44 and Sec. 10. 33 MRSA §1905, sub-§4, as enacted by PL 1989, c. 502, 46 Pt. A, §121, is amended to read: 48 Filing; fees. Upon the written request of any person, 4. the Secretary of State shall issue a certificate showing whether 50

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there is on file, on the date and hour stated in the request, any notice of lien or certificate or notice affecting any lien filed under this chapter naming a particular person and, if a notice or certificate is on file, giving the date and hour of filing of each notice or certificate. The fee for a--certificate certification is 55 10, plus 50¢ for each page of the certificate after the first page. Upon request, the Secretary of State shall furnish a copy of any notice of federal lien, or notice or certificate affecting a federal lien, for a fee of 1-a2, plus 50¢ for each page of the copy after the first page.

Sec. 11. 33 MRSA §1906, as enacted by PL 1989, c. 502, Pt. A, §121, is amended to read:

§1906. Fees

Applicable fees shall be governed by section-751,-subsection 8-and Title 5, section 86.

### STATEMENT OF FACT

24 This bill provides the Secretary of State with the discretion to refuse to file corporate names that are obscene, 26 inappropriate or misleading and sets a maximum fee for reinstatement of business corporations after suspension. The 28 bill also simplifies the fee structure for lien searches.

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34 36 This document has not yet been reviewed to determine the need for cross-reference, stylistic and other technical amendments to conform existing law to current drafting standards.

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