

14A: 2-2a

LEGISLATIVE HISTORY CHECKLIST

HJSA 14A:2-2a ("Corporation"--Allow use of word in corporate name)

LAWS OF 1979 CHAPTER 141

Bill No. A1800

Sponsor(s) Flynn

Date Introduced Nov. 13, 1978

Committee: Assembly Commerce, Industry and Professions

Senate Judiciary

Amended during passage Xox No

Date of Passage: Assembly Feb. 13, 1979

Senate May 7, 1979

Date of approval July 16, 1979

Following statements are attached if available:

Sponsor statement Yes Xox

Committee Statement: Assembly Yes Xox

Senate xYes No

Fiscal Note xYes No

Veto message xYes No

Message on signing xYes No

Following were printed:

Reports xYes No

Hearings xYes No

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ASSEMBLY, No. 1800

STATE OF NEW JERSEY

INTRODUCED NOVEMBER 13, 1978

By Assemblyman FLYNN

Referred to Committee on Commerce, Industry and Professions

AN ACT to amend "An act concerning corporations and supplementing chapter 2 of Title 14A of the New Jersey Statutes," approved April 14, 1977 (P. L. 1977, c. 59).

1 BE IT ENACTED by the Senate and General Assembly of the State  
2 of New Jersey:

1 1. Section 1 of P. L. 1977, c. 59 (C. 14A:2-2a) is amended to  
2 read as follows:

3 1. The corporate name of every domestic corporation hereafter  
4 incorporated shall contain as part of its corporate name one of  
5 the following: "a New Jersey corporation," "incorporated,"  
6 "inc.," [or] "corp." or "corporation."

1 2. This act shall take effect immediately.

STATEMENT

The intention of P. L. 1977, c. 59 was to make consumers aware that they were dealing with a corporate entity when they purchased goods or services.

The failure to include the word corporation as an acceptable method while allowing "a New Jersey corporation," "incorporated," "inc." or "corp." was an omission which has resulted in confusion in corporate filings.

This bill amends the statute to include the word "corporation" as an acceptable method of indicating corporate status.

**EXPLANATION—Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.**

ASSEMBLY COMMERCE, INDUSTRY AND PROFESSIONS  
COMMITTEE

STATEMENT TO  
**ASSEMBLY, No. 1800**

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**STATE OF NEW JERSEY**  
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DATED: JANUARY 30, 1979

The statute that is being amended in this bill was enacted in 1977 to provide that every domestic corporation organized on or after January 1, 1978 must indicate its corporate status by using "a New Jersey corporation," "incorporated," "inc.," or "corp." in its corporate name. The intent of this legislation was to make consumers aware that they are dealing with a corporate entity when they purchase goods or services. This bill adds the word "corporation" as an acceptable way of indicating corporate status in a company's title.

July 9, 1979

A-1659, sponsored by Assemblyman Walter M.D. Kern, Jr., (R-Bergen), which permits graduated payment mortgage loans in New Jersey. The bill benefits those with lower incomes who expect their income to increase in the future.

A graduated payment mortgage loan includes monthly payments of principal and interest during the early years and higher payments in later years. Although the terms are fixed at the beginning of the lending period, the borrowers may convert to a conventional level mortgage at any time.

The mortgages must be secured by residential property, which includes a structure containing between one and six dwelling units.

A-1800, sponsored by William E. Flynn (D-Monmouth), which amends current law to permit the use of the word "corporation" as an acceptable method of indicating corporate status, in addition to the other terms provided in the statute.

S-801, sponsored by Senator Martin L. Greenberg (D-Essex), which clarifies the law to permit the manufacturer of lottery tickets in New Jersey which are authorized for sale in other states.

S-1483, sponsored by Senator Joseph P. Marlino, (D-Mercer) which allows greater flexibility to a municipality in allowing redemptions of tax sale certificates by installment payments.

The amendment no longer requires a one year period maximum for the installment redemptions for each year's taxes in arrearage. This allows the tax collector to negotiate a time period with the outside limit remaining at three years.

A-995, sponsored by Assemblywoman Barbara W. McConnell (D-Hunterdon), which amends the Inheritance Tax Act to exempt the taxation proceeds of life insurance policies passing to the trustee of a testamentary trust.

The bill also exempts the value of an annuity payable by the United States government to a beneficiary other than the estate, the executor or the administration for a decendant.