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## IMMUNITY FOR NONPROFIT VOLUNTEER OFFICERS

House Bill 6018 Sponsor: Rep. Jan Dolan Committee: Commerce

**Complete to 9-16-96** 

## A SUMMARY OF HOUSE BILL 6018 AS INTRODUCED 9-10-96

The Nonprofit Corporation Act currently provides that if a nonprofit corporation's articles of incorporation contain a provision specifying that the corporation assumes liability for a "nondirector" volunteer's acts or omissions, then a claim for monetary damages cannot be brought against the nondirector volunteer, but instead must be brought against the corporation. House Bill 6018 would amend the act to provide that if a nonprofit assumes liability for nondirector volunteers, then a claim for monetary damages could not be brought against a volunteer director, officer, or other volunteer for his or her acts or omission, but would have to be brought against the corporation. (It should be noted that a complementary bill, House Bill 4824, would amend another section of the act to allow a nonprofit organization to assume liability for its volunteer directors and officers as well as nondirectors, via its articles of incorporation. This bill has passed the House and is awaiting action in the Senate Financial Services Committee.)

MCL 450.2556

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<sup>■</sup> This analysis was prepared by nonpartisan House staff for use by House members in their deliberations, and does not constitute an official statement of legislative intent.