

Fifty-ninth  
Legislative Assembly  
of North Dakota

## ENGROSSED HOUSE BILL NO. 1273

Introduced by

Representatives Klemin, Kretschmar

Senator Trenbeath

1 A BILL for an Act to create and enact chapter 45-10.2 of the North Dakota Century Code,  
2 relating to limited partnerships; to amend and reenact subsections 1 and 4 of section  
3 10-19.1-13, subsections 1 and 5 of section 10-32-10, subsections 1 and 5 of section 10-33-10,  
4 section 43-07-19, subsection 2 of section 45-11-01, subsections 1 and 5 of section 45-13-04.1,  
5 subsection 3 of section 45-21-01, subsection 5 of section 45-21-02, subsections 1 and 5 of  
6 section 45-22-04, subsections 11 and 15 of section 45-23-01, section 45-23-02, subsections 1  
7 and 5 of sections 45-23-03, sections 45-23-04 and 45-23-07, subsection 18 of section  
8 45-23-08, and subsection 3 of section 54-44.4-09 of the North Dakota Century Code, relating to  
9 limited partnerships and references to chapter 45-10.2; to repeal chapter 45-10.1 and section  
10 45-12-01 of the North Dakota Century Code, relating to limited partnerships and provisions for  
11 existing limited partnerships; and to provide a penalty.

12 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

13 **SECTION 1. AMENDMENT.** Subsection 1 of section 10-19.1-13 of the North Dakota  
14 Century Code is amended and reenacted as follows:

- 15 1. The corporate name:
- 16 a. Must be in the English language or in any other language expressed in  
17 English letters or characters.
- 18 b. Must contain the word "company", "corporation", "incorporated", "limited", or  
19 an abbreviation of one or more of these words.
- 20 c. May not contain a word or phrase indicating or implying the corporation may  
21 not be incorporated under this chapter.
- 22 d. May not contain the words "limited liability company", "limited partnership",  
23 "limited liability partnership", "limited liability limited partnership", or any  
24 abbreviation of these words.

- 1 e. May not contain a word or phrase indicating or implying the corporation is  
2 incorporated for a purpose other than a legal business purpose for which a  
3 corporation may be incorporated under this chapter.
- 4 f. May not be the same as, or deceptively similar to:
- 5 (1) The name, whether foreign and authorized to do business in this state  
6 or domestic, unless there is filed with the articles a document that  
7 complies with subsection 7, of:
- 8 (a) Another corporation;  
9 (b) A corporation incorporated or authorized to do business in this  
10 state under another chapter of this code;  
11 (c) A limited liability company;  
12 (d) A limited partnership;  
13 (e) A limited liability partnership; or  
14 (f) A limited liability limited partnership;
- 15 (2) A name the right to which is, at the time of incorporation, reserved in  
16 the manner provided in section 10-19.1-14, 10-32-11, 10-33-11,  
17 ~~45-10.1-03~~ 45-10.2-11, or 45-22-05;
- 18 (3) A fictitious name registered in the manner provided in chapter 45-11; or  
19 (4) A trade name registered in the manner provided in chapter 47-25.

20 **SECTION 2. AMENDMENT.** Subsection 4 of section 10-19.1-13 of the North Dakota  
21 Century Code is amended and reenacted as follows:

- 22 4. A corporation that is the surviving organization in a merger with one or more other  
23 organizations, or that acquires by sale, lease, or other disposition to or exchange  
24 with an organization all or substantially all of the assets of another organization  
25 including its name, may have the same name, subject to the requirements of  
26 subsection 1, as that used in this state by any of the other organizations, if the  
27 other organization whose name is sought to be used:
- 28 a. Was incorporated, organized, formed, or registered under the laws of this  
29 state;
- 30 b. Is authorized to transact business or conduct activities in this state;

- 1           c. Holds a reserved name in the manner provided in section 10-19.1-14,  
2                   10-32-11, 10-33-11, ~~45-10.1-03~~ 45-10.2-11, or 45-22-05;  
3           d. Holds a fictitious name registered in the manner provided in chapter 45-11; or  
4           e. Holds a trade name registered in the manner provided in chapter 47-25.

5           **SECTION 3. AMENDMENT.** Subsections 1 and 5 of section 10-32-10 of the North  
6 Dakota Century Code are amended and reenacted as follows:

- 7           1. The limited liability company name:
- 8           a. Must be in the English language or in any other language expressed in  
9                   English letters or characters;
- 10           b. Must contain the words "limited liability company", or must contain the  
11                   abbreviation "L.L.C." or the abbreviation "LLC", either of which abbreviation  
12                   may be used interchangeably for all purposes authorized by this chapter,  
13                   including real estate matters, contracts, and filings with the secretary of state;
- 14           c. May not contain a word or phrase that indicates or implies that it may not be  
15                   organized under this chapter;
- 16           d. May not contain the word "corporation", "incorporated", "limited partnership",  
17                   "limited liability partnership", "limited liability limited partnership", or any  
18                   abbreviation of these words;
- 19           e. May not contain a word or phrase that indicates or implies that it is organized  
20                   for a purpose other than a legal business purpose for which a limited liability  
21                   company may be organized under this chapter; and
- 22           f. May not be the same as, or deceptively similar to:
- 23                   (1) The name, whether foreign and authorized to do business in this state  
24                           or domestic, unless there is filed with the articles a ~~document~~ record  
25                           which complies with subsection 3, of:
- 26                           (a) Another limited liability company;
- 27                           (b) A corporation;
- 28                           (c) A limited partnership;
- 29                           (d) A limited liability partnership; or
- 30                           (e) A limited liability limited partnership;

- 1                   (2) A name, the right of which is, at the time of organization, reserved in  
2                   the manner provided in section 10-19.1-14, 10-32-11, 10-33-11,  
3                   ~~45-10.1-03~~ 45-10.2-11, or 45-22-05;
- 4                   (3) A fictitious name registered in the manner provided in chapter 45-11; or  
5                   (4) A trade name registered in the manner provided in chapter 47-25.
- 6           5. A limited liability company that is the surviving organization in a merger with one or  
7           more other organizations, or that acquires by sale, lease, or other disposition to or  
8           exchange with an organization all or substantially all of the assets of another  
9           organization including its name, may have the same name, subject to the  
10           requirements of subsection 1, as that used in this state by any of the other  
11           organizations, if the organization whose name is sought to be used:
- 12           a. Was organized, incorporated, formed, or registered under the laws of this  
13           state;
- 14           b. Is authorized to transact business or conduct activities in this state;
- 15           c. Holds a reserved name in the manner provided in section 10-19.1-14,  
16           10-32-11, 10-33-11, ~~45-10.1-03~~ 45-10.2-11, or 45-22-05;
- 17           d. Holds a fictitious name registered in the manner provided in chapter 45-11; or  
18           e. Holds a trade name registered in the manner provided in chapter 47-25.

19           **SECTION 4. AMENDMENT.** Subsections 1 and 5 of section 10-33-10 of the North  
20           Dakota Century Code are amended and reenacted as follows:

- 21           1. The corporate name:
- 22           a. Must be in the English language or in any other language expressed in  
23           English letters or characters.
- 24           b. Need not contain the word "company", "corporation", "incorporated", "limited",  
25           or an abbreviation of one or more of these words.
- 26           c. May not contain a word or phrase that indicates or implies that it may not be  
27           incorporated under this chapter.
- 28           d. May not contain the words "limited liability company", "limited partnership",  
29           "limited liability partnership", "limited liability limited partnership", or any  
30           abbreviation of these words.

- 1 e. May not contain a word or phrase that indicates or implies that it is  
2 incorporated for a purpose other than a legal nonprofit purpose for which a  
3 corporation may be incorporated under this chapter.
- 4 f. Unless a ~~document~~ record in compliance with subsection 2 is filed with the  
5 articles, may not be the same as or deceptively similar to:
- 6 (1) The name, whether foreign and authorized to conduct activities in this  
7 state or domestic, of:
- 8 (a) Another corporation;  
9 (b) A corporation incorporated or authorized to do business in this  
10 state under another provision of this code;  
11 (c) A limited liability company;  
12 (d) A limited partnership;  
13 (e) A limited liability partnership; or  
14 (f) A limited liability limited partnership;
- 15 (2) A name the right to which is, at the time of incorporation, reserved in  
16 the manner provided in section 10-19.1-14, 10-32-11, 10-33-11,  
17 ~~45-10.1-03~~ 45-10.2-11, or 45-22-05;
- 18 (3) A fictitious name registered in the manner provided in chapter 45-11; or  
19 (4) A trade name registered in the manner provided in chapter 47-25.
- 20 5. A corporation that is the surviving organization in a merger with one or more other  
21 organizations, or that acquires by sale, lease, or other disposition to or exchange  
22 with an organization all or substantially all of the assets of another organization  
23 including its name, may have the same name, subject to the requirements of  
24 subsection 1, as that used in this state by any of the other organizations, if the  
25 other organization whose name is sought to be used:
- 26 a. Was incorporated, organized, formed, or registered under the laws of this  
27 state.
- 28 b. Is authorized to conduct activities or transact business in this state;
- 29 c. Holds a reserved name in the manner provided in section 10-19.1-14,  
30 10-32-11, 10-33-11, ~~45-10.1-03~~ 45-10.2-11, or 45-22-05;
- 31 d. Holds a fictitious name registered in the manner provided in chapter 45-11; or

1 e. Holds a trade name registered in the manner provided in chapter 47-25.

2 **SECTION 5. AMENDMENT.** Section 43-07-19 of the North Dakota Century Code is  
3 amended and reenacted as follows:

4 **43-07-19. Nonresident contractors - Agent for service of process.** Every applicant  
5 for a contractor's license who is not a resident of the state of North Dakota, by signing and filing  
6 the application, appoints the secretary of state as the applicant's true and lawful agent upon  
7 whom may be served all lawful process in any action or proceeding against such nonresident  
8 contractor. Such appointment in writing is evidence of the contractor's consent that any such  
9 process against the contractor which is so served upon the secretary of state shall be of the  
10 same legal force and effect as if served upon the contractor personally within this state.  
11 Registered foreign corporations entitled to do business in this state according to chapter  
12 10-19.1, registered foreign limited liability companies entitled to do business in the state  
13 according to chapter 10-32, foreign limited liability partnerships entitled to do business in the  
14 state according to chapter 45-22, and foreign limited partnerships entitled to do business in the  
15 state according to chapter ~~45-10.4~~ 45-10.2 and having a current registered agent and  
16 registered address on file in the secretary of state's office need not appoint the secretary of  
17 state as agent for service of process under this section. Within ten days after service of the  
18 summons upon the secretary of state, notice of such service with the summons and complaint  
19 in the action shall be sent to the defendant contractor at the defendant contractor's last-known  
20 address by registered or certified mail with return receipt requested and proof of such mailing  
21 shall be attached to the summons. The secretary of state shall keep a record of all process  
22 served upon the secretary of state under this section, showing the day and hour of service.  
23 Whenever service of process was made under this section, the court, before entering a default  
24 judgment, or at any stage of the proceeding, may order such continuance as may be necessary  
25 to afford the defendant contractor reasonable opportunity to defend any action pending against  
26 the defendant contractor.

27 **SECTION 6.** Chapter 45-10.2 of the North Dakota Century Code is created and  
28 enacted as follows:

29 **45-10.2-01. (101) Citation.** This chapter may be cited as the North Dakota Uniform  
30 Limited Partnership Act (2001).

- 1           **45-10.2-02. (102) Definitions.** For the purposes of this chapter, unless the context  
2 otherwise requires:
- 3           1. "Address" means:
- 4               a. In the case of a registered office or principal executive office, the mailing  
5                 address, including the zip code, of the actual office location which may not be  
6                 only a post-office box; and
- 7               b. In all other cases, the mailing address, including the zip code.
- 8           2. "Authenticated electronic communication" means:
- 9               a. That the electronic communication is delivered:
- 10                 (1) To the principal place of business of the limited partnership; or  
11                 (2) To a general partner or agent of the limited partnership authorized by  
12                 the limited partnership to receive the electronic communication; and
- 13               b. That the electronic communication sets forth information from which the  
14                 limited partnership can reasonably conclude that the electronic  
15                 communication was sent by the purported sender.
- 16           3. "Business" includes every trade, occupation, activity, and profession.
- 17           4. "Certificate of limited partnership" means the certificate referred to in section  
18                 45-10.2-23 and the certificate as amended or restated.
- 19           5. "Constituent limited partnership" means a constituent organization that is a limited  
20                 partnership.
- 21           6. "Constituent organization" means an organization that is party to a merger.
- 22           7. "Contribution", except in the phrase "right of contribution", means any benefit  
23                 provided by a person to a limited partnership:
- 24                 a. In order to become a partner; or
- 25                 b. In the capacity of the person as a partner.
- 26           8. "Converted organization" means the organization into which a converting  
27                 organization converts pursuant to sections 45-10.2-94 through 45-10.2-99.
- 28           9. "Converting limited partnership" means a converting organization that is a limited  
29                 partnership.
- 30           10. "Converting organization" means an organization that converts into another  
31                 organization pursuant to section 45-10.2-94.

- 1           11. "Debtor in bankruptcy" means a person that is the subject of:  
2           a. An order of relief under title 11 of the United States Code or a comparable  
3           order under a successor statute of general application; or  
4           b. A comparable order under federal, state, or foreign law governing insolvency.
- 5           12. "Distribution" means a transfer of money or other property from a limited  
6           partnership to a partner or to the transferee of the partner on account of a  
7           transferable interest owned by the transferee.
- 8           13. "Domestic organization" means an organization created under the laws of this  
9           state.
- 10          14. "Electronic" means relating to technology having electrical, digital, magnetic,  
11          wireless, optical, electromagnetic, or similar capabilities.
- 12          15. "Electronic communication" means any form of communication not directly  
13          involving the physical transmission of paper:  
14          a. That creates a record that may be retained, retrieved, and reviewed by a  
15          recipient of the communication; and  
16          b. That may be directly reproduced in paper form by the recipient through an  
17          automated process.
- 18          16. "Electronic record" means a record created, generated, sent, communicated,  
19          received, or stored by electronic means.
- 20          17. "Electronic signature" means an electronic sound, symbol, or process attached to  
21          or logically associated with a record and signed or adopted by a person with the  
22          intent to sign the record.
- 23          18. "Filed with the secretary of state" means except as otherwise permitted by law or  
24          rule:  
25          a. That a record meeting the applicable requirements of this chapter together  
26          with the fees provided in section 45-10.2-109 was delivered or communicated  
27          to the secretary of state by a method or medium of communication acceptable  
28          by the secretary of state and was determined by the secretary of state to  
29          conform to law.  
30          b. That the secretary of state did then:



- 1                   (1) Record the actual date on which the record was filed, and if different,  
2                   the effective date of filing; and
- 3                   (2) Record the record in the office of the secretary of state.
- 4       19. "Foreign limited liability limited partnership" means a partnership formed by two or  
5       more persons under the laws of a jurisdiction other than this state:
- 6           a. Which is required by those laws to have one or more general partners and  
7           one or more limited partners;
- 8           b. Whose general partners have limited liability for the obligations of the foreign  
9           limited liability limited partnership under provisions similar to chapter 45-23;
- 10          c. For a purpose for which a limited liability limited partnership may be organized  
11          under chapter 45-23; and
- 12          d. Which is in good standing in its jurisdiction of origin.
- 13       20. "Foreign limited partnership" means a partnership formed by two or more persons  
14       under laws of a jurisdiction other than this state:
- 15           a. Which is required by those laws to have one or more general partners and  
16           one or more limited partners;
- 17           b. Whose general partners have personal liability for the obligations of the  
18           foreign limited partnership under provisions similar to this chapter;
- 19           c. For a purpose for which a limited partnership may be organized under this  
20           chapter; and
- 21           d. Which is in good standing in its jurisdiction of origin.
- 22       21. "Foreign organization" means an organization created under laws of a jurisdiction  
23       other than this state.
- 24       22. "General partner" means:
- 25           a. With respect to a limited partnership, a person:
- 26               (1) That becomes a general partner under section 45-10.2-37 and has not  
27               become dissociated as a general partner under section 45-10.2-57; or
- 28               (2) That was a general partner in a limited partnership when the limited  
29               partnership became subject to this chapter under section 45-10.2-03  
30               and has not become dissociated as a general partner under section  
31               45-10.2-57; and

- 1           b. With respect to a foreign limited partnership, a person that has rights, powers,  
2                     and obligations similar to those of a general partner in a limited partnership.
- 3       23. "Governing statute" means:
- 4           a. With respect to a domestic organization, the following chapters of this code  
5                     which govern the internal affairs of the organization:
- 6                     (1) If a corporation, chapter 10-19.1;  
7                     (2) If a limited liability company, chapter 10-32;  
8                     (3) If a general partnership, chapters 45-12 through 45-21;  
9                     (4) If a limited partnership, this chapter;  
10                    (5) If a limited liability partnership, chapter 45-22; and  
11                    (6) If a limited liability limited partnership, chapter 45-23; and
- 12           b. With respect to a foreign organization, the laws of the jurisdiction under which  
13                     the organization is created and under which the internal affairs of the  
14                     organization are governed.
- 15       24. "Limited liability limited partnership", except in the phrase "foreign limited liability  
16                     limited partnership", means a partnership that is formed by two or more persons  
17                     and which has one or more general partners and one or more limited partners:
- 18                     a. Which is formed under chapter 45-23; or  
19                     b. Which elects to become subject to chapter 45-23.
- 20       25. "Limited partner" means:
- 21           a. With respect to a limited partnership, a person that:
- 22                     (1) Becomes a limited partner under section 45-10.2-31 and has not  
23                     become dissociated as a limited partner under section 45-10.2-55; or  
24                     (2) Was a limited partner in a limited partnership when the limited  
25                     partnership became subject to this chapter under section 45-10.2-03  
26                     and has not become dissociated as a limited partner under section  
27                     45-10.2-55; and
- 28           b. With respect to a foreign limited partnership, a person that has rights, powers,  
29                     and obligations similar to those of a limited partner in a limited partnership.
- 30       26. "Limited partnership", except in the phrases "foreign limited partnership" and  
31                     "foreign limited liability limited partnership" means a partnership that is formed by

1           two or more persons and which has one or more general partners and one or more  
2           limited partners:

- 3           a.   Which is formed under this chapter; or  
4           b.   Which elects to become subject to this chapter under section 45-10.2-03.

5       27.   "Notice":

6           a.   Is given to a limited partnership:

7               (1)   When in writing and mailed or delivered to a general partner at the  
8               registered office or principal executive office of the limited partnership;

9               or

10              (2)   When given by a form of electronic communication consented to by a  
11              general partner of the limited partnership to which the notice is given if  
12              by:

13               (a)   Facsimile communication, when directed to a telephone number  
14               at which a general partner of the limited partnership has  
15               consented to receive notice;

16               (b)   Electronic mail, when directed to an electronic mail address at  
17               which a general partner of the limited partnership has consented  
18               to receive notice;

19               (c)   Posting on an electronic network on which a general partner of  
20               the limited partnership has consented to receive notice, together  
21               with separate notice to the limited partnership of the specific  
22               posting, upon the later of:

23                   [1]   The posting; or

24                   [2]   The giving of the separate notice; or

25               (d)   Any other form of electronic communication by which a general  
26               partner of the limited partnership has consented to receive  
27               notice, when directed to the limited partnership.

28           b.   Is given to a partner of the limited partnership:

29               (1)   When in writing and mailed or delivered to the partner at the registered  
30               office or principal executive office of the limited partnership; or

- 1                   (2) When given by a form of electronic communication consented to by the  
2                   partner to which the notice is given if by:
- 3                   (a) Facsimile communication, when directed to a telephone number  
4                   at which the partner has consented to receive notice;
- 5                   (b) Electronic mail, when directed to an electronic mail address at  
6                   which the partner has consented to receive notice;
- 7                   (c) Posting on an electronic network on which the partner has  
8                   consented to receive notice, together with separate notice to the  
9                   partner of the specific posting, upon the later of:
- 10                   [1] The posting; or  
11                   [2] The giving of the separate notice; or
- 12                   (d) Any other form of electronic communication by which the partner  
13                   has consented to receive notice, when directed to the partner.
- 14                   c. Is given in all other cases:
- 15                   (1) When mailed to the person at an address designated by the person or  
16                   at the last-known address of the person;
- 17                   (2) When handed to the person;
- 18                   (3) When left at the office of the person with a clerk or other person in  
19                   charge of the office, or:
- 20                   (a) If there is no one in charge, when left in a conspicuous place in  
21                   the office; or
- 22                   (b) If the office is closed or the person to be notified has no office,  
23                   when left at the dwelling house or usual place of abode of the  
24                   person with some person of suitable age and discretion then  
25                   residing there;
- 26                   (4) When given by a form of electronic communication consented to by the  
27                   person to whom the notice is given if by:
- 28                   (a) Facsimile communication, when directed to a telephone number  
29                   at which the person has consented to receive notice;
- 30                   (b) Electronic mail, when directed to an electronic mail address at  
31                   which the person has consented to receive notice;

- 1                   (c) Posting on an electronic network on which the person has  
2                   consented to receive notice, together with separate notice to the  
3                   person of the specific posting, upon the later of:  
4                   [1] The posting; or  
5                   [2] The giving of the separate notice; or  
6                   (d) Any other form of electronic communication, by which the person  
7                   has consented to receive notice, when directed to the person;  
8                   (5) When the method is fair and reasonable when all circumstances are  
9                   considered.
- 10                  d. Is given when deposited in the United States mail with sufficient postage  
11                  affixed.
- 12                  e. Is deemed received when it is given.
- 13                  28. "Organization" means:
- 14                  a. Whether domestic or foreign, a corporation, limited liability company, general  
15                  partnership, limited partnership, limited liability partnership, limited liability  
16                  limited partnership, and any other person subject to a governing statute; but  
17                  b. Excludes any nonprofit corporation, whether a domestic nonprofit corporation  
18                  which is incorporated under chapter 10-33 or a foreign nonprofit corporation  
19                  which is incorporated under the laws of another jurisdiction.
- 20                  29. "Organizational records" means:
- 21                  a. For a domestic or foreign general partnership, its partnership agreement;  
22                  b. For a limited partnership or foreign limited partnership, its certificate of limited  
23                  partnership and partnership agreement;  
24                  c. For a domestic or foreign limited liability company, its articles of organization,  
25                  bylaws or operating agreement, and any member control agreement, or  
26                  comparable records as provided in its governing statute;  
27                  d. For a domestic or foreign corporation for profit, its articles of incorporation,  
28                  bylaws, and other agreements among its shareholders which are authorized  
29                  by its governing statute, or comparable records as provided in its governing  
30                  statute; and

- 1           e. For any other organization, the basic records that create the organization and  
2           determine its internal governance and the relations among the person that  
3           own it, have an ownership interest in it, or are members of it.
- 4       30. "Ownership interests" means for an organization which is:
- 5           a. A corporation, its shares;  
6           b. A limited liability company, its membership interests;  
7           c. A limited partnership, its partnership interests;  
8           d. A general partnership, its partnership interests;  
9           e. A limited liability partnership, its partnership interests; or  
10          f. A limited liability limited partnership, its partnership interests.
- 11       31. "Partner" means a general or limited partner.
- 12       32. "Partnership agreement":
- 13           a. Means the agreement of the partners, whether oral, implied, in a record, or in  
14           any combination, concerning the limited partnership; and  
15           b. Includes the agreement as amended.
- 16       33. "Partnership interest" means the transferable interest of a partner.
- 17       34. "Person dissociated as a general partner" means a person dissociated as a  
18       general partner of a limited partnership.
- 19       35. "Personal liability" means personal liability for a debt, liability, or other obligation of  
20       an organization which is imposed on a person that coowns, has an ownership  
21       interest in, or is a member of the organization:
- 22           a. By the governing statute of an organization solely by reason of the person  
23           coowning, having an ownership interest in, or being a member of the  
24           organization; or  
25           b. By the organizational records of an organization under a provision of the  
26           governing statute of an organization authorizing those records to make one  
27           or more specified persons liable for all or specified debts, liabilities, and other  
28           obligations of the organization solely by reason of the person or persons  
29           coowning, having an ownership interest in, or being a member of the  
30           organization.
- 31       36. "Principal executive office" means:

- 1           a. An office from which the limited partnership conducts business; or  
2           b. If the limited partnership has no office from which it conducts business, then  
3           the registered office of the limited partnership.
- 4       37. "Record" means information that is inscribed on a tangible medium or that is stored  
5       in an electronic or other medium and is retrievable in perceivable form.
- 6       38. "Registered office" means the place in this state designated in the certificate of  
7       limited partnership or in the certificate of authority of a foreign limited partnership  
8       as the registered office.
- 9       39. "Required information" means the information that a limited partnership is required  
10      to maintain under section 45-10.2-13.
- 11      40. "Signed" means:
- 12           a. That the signature of a person, which may be a facsimile affixed, engraved,  
13           printed, placed, stamped with indelible ink, transmitted by facsimile or  
14           electronically, or in any other manner reproduced on the record, is placed on  
15           a record as provided under section 41-01-09; and
- 16           b. With respect to a record required by this chapter to be filed with the secretary  
17           of state that:
- 18               (1) The record is signed by a person authorized to sign the record by this  
19               chapter, by the partnership agreement, or by a resolution approved by  
20               the affirmative vote of the required proportion or number of partners;  
21               and
- 22               (2) The signature and the record are communicated by a method or  
23               medium of communication acceptable by the secretary of state.
- 24      41. "State" means a state of the United States, the District of Columbia, Puerto Rico,  
25      the United States Virgin Islands, or any territory or insular possession subject to  
26      the jurisdiction of the United States.
- 27      42. "Surviving organization" means an organization into which one or more other  
28      organizations are merged and which:
- 29           a. May preexist the merger; or  
30           b. May be created by the merger.

- 1        43. "Transfer" includes an assignment, conveyance, deed, bill of sale, lease,  
2                        mortgage, security interest, encumbrance, gift, and transfer by operation of law.
- 3        44. "Transferable interest" means the right of a partner to receive distributions.
- 4        45. "Transferee" means, except in section 45-10.2-45, a person to which all or part of  
5                        a transferable interest has been transferred, whether or not the transferor is a  
6                        partner.
- 7        46. "Vote" includes authorization by written action.
- 8        47. "Written action" means:
- 9                a. A written record signed by all of the persons required to take the action; and  
10                b. The counterparts of a written record signed by any of the persons taking the  
11                        action described.
- 12                        (1) Each counterpart constitutes the action of the person signing; and  
13                        (2) All the counterparts, taken together, constitute one written action by all  
14                        of the persons signing the counterparts.
- 15        **45-10.2-03. (1206) Application to existing relationships.**
- 16        1. After June 30, 2005, no person may use chapter 45-10.1 to form an entity.
- 17        2. Before January 1, 2006, this chapter governs only:
- 18                a. A limited partnership formed after June 30, 2005; and  
19                b. Except as otherwise provided in subsection 4, a limited partnership formed  
20                        under chapter 45-10.1 which elects, in the manner provided in its partnership  
21                        agreement or by law for amending the partnership agreement, to be subject  
22                        to this chapter.
- 23        3. Except as otherwise provided in subsection 4, on and after January 1, 2006, this  
24                        chapter governs:
- 25                a. Any limited partnership formed under chapter 45-10.1 which has not  
26                        previously elected to be governed by this chapter and is still in existence on  
27                        January 1, 2006; and
- 28                b. All limited partnerships, including each limited partnership formed under  
29                        chapter 45-10.1 which has previously elected to become governed by this  
30                        chapter.



- 1           4. With respect to a limited partnership formed before July 1, 2005, the following rules  
2           apply except as the partners otherwise elect in the manner provided in the  
3           partnership agreement or by law for amending the partnership agreement:
- 4           a. Subsection 3 of section 45-10.2-07 does not apply and the limited partnership  
5           has whatever duration it had under the law applicable immediately before the  
6           limited partnership became subject to this chapter;
- 7           b. Sections 45-10.2-55 and 45-10.2-56 do not apply and a limited partner has  
8           the same right and power to dissociate from the limited partnership, with the  
9           same consequences, as existed immediately before the limited partnership  
10          became subject to this chapter;
- 11          c. Subsection 4 of section 45-10.2-57 does not apply;
- 12          d. Subsection 5 of section 45-10.2-57 does not apply and a court has the same  
13          power to expel a general partner as the court had immediately before the  
14          limited partnership became subject to this chapter; and
- 15          e. Subsection 3 of section 45-10.2-66 does not apply and the connection  
16          between the dissociation of a person as a general partner and the dissolution  
17          of the limited partnership is the same as existed immediately before the  
18          limited partnership became subject to this chapter.

19           **45-10.2-04. (1207) Savings clause.** This chapter does not affect an action  
20 commenced, proceeding brought, or right accrued before this chapter takes effect.

21           **45-10.2-05. Legal recognition of electronic records and electronic signatures.**

22 For purposes of this chapter:

- 23           1. A record or signature may not be denied legal effect or enforceability solely  
24           because it is in electronic form;
- 25           2. A contract may not be denied legal effect or enforceability solely because an  
26           electronic record was used in its formation;
- 27           3. If a provision requires a record to be in writing, then an electronic record satisfies  
28           the requirement;
- 29           4. If a provision requires a signature, then an electronic signature satisfies the  
30           requirement; and

1           5. The provisions of this chapter relating to electronic records and electronic  
2           transactions do not limit or supersede any provision of chapter 9-16.

3           **45-10.2-06. (103) Knowledge and notice.**

4           1. A person knows or has knowledge of a fact if the person has actual knowledge of  
5           it. A person does not know or have knowledge of a fact merely because the  
6           person has reason to know or have knowledge of the fact.

7           2. A person has notice of a fact if the person:

8           a. Knows of the fact;

9           b. Has received notice of the fact as provided in subsection 27 of section  
10           45-10.2-02;

11           c. Has reason to know the fact exists from all of the facts known to the person at  
12           the time in question; or

13           d. Has notice of it under subsection 3 or 4.

14           3. A certificate of limited partnership on file in the office of the secretary of state is  
15           notice that the partnership is a limited partnership and the persons designated in  
16           the certificate as general partners are general partners. Except as otherwise  
17           provided in subsections 4 and 9, the certificate is not notice of any other fact.

18           4. Subject to subsection 9, a person has notice of:

19           a. The dissociation of another person as a general partner ninety days after the  
20           effective date of a filed amendment to the certificate of limited partnership  
21           which states that the other person has dissociated or ninety days after the  
22           effective date of a filed statement of dissociation pertaining to the other  
23           person, whichever occurs first;

24           b. The dissolution of a limited partnership ninety days after the effective date of  
25           a filed amendment to the certificate of limited partnership stating that the  
26           limited partnership is dissolved;

27           c. The termination of a limited partnership ninety days after the effective date of  
28           a filed statement of termination;

29           d. The conversion of a limited partnership under sections 45-10.2-94 through  
30           45-10.2-99 ninety days after the effective date of the filed articles of  
31           conversion; or

- 1           e. A merger under sections 45-10.2-100 through 45-10.2-103 ninety days after  
2           the effective date of the filed articles of merger.
- 3           5. A person notifies or gives a notification to another person by taking the steps  
4           provided in subsection 27 of section 45-10.2-02, whether or not the other person  
5           learns of it.
- 6           6. A person receives a notification as provided in subsection 27 of section  
7           45-10.2-02.
- 8           7. Except as otherwise provided in subsection 8 and except as otherwise provided in  
9           subsection 27 of section 45-10.2-02, a person other than an individual knows, has  
10           notice, or receives a notification of a fact for purposes of a particular transaction  
11           when the individual conducting the transaction for the person knows, has notice, or  
12           receives a notification of the fact, or in any event when the fact would have been  
13           brought to the attention of the individual if the person had exercised reasonable  
14           diligence.
- 15           a. A person other than an individual exercises reasonable diligence if it  
16           maintains reasonable routines for communicating significant information to  
17           the individual conducting the transaction for the person and there is  
18           reasonable compliance with the routines.
- 19           b. Reasonable diligence does not require an individual acting for the person to  
20           communicate information unless the communication is part of the regular  
21           duties of the individual or the individual has reason to know of the transaction  
22           and that the transaction would be materially affected by the information.
- 23           8. Knowledge, notice, or receipt of a notification of a fact relating to the limited  
24           partnership by a general partner is effective immediately as knowledge of, notice  
25           to, or receipt of a notification by the limited partnership, except in the case of a  
26           fraud on the limited partnership committed by or with the consent of the general  
27           partner. Knowledge, notice, or receipt of a notification of a fact relating to the  
28           limited partnership by a limited partner is not effective as knowledge by, notice to,  
29           or receipt of a notification by the limited partnership.
- 30           9. Notice otherwise effective under subsection 4 does not affect the power of a  
31           person to transfer real property held in the name of a limited partnership unless at

1           the time of transfer a certified copy of the relevant statement, amendment, or  
2           articles, as filed with the secretary of state, has been recorded in the office of the  
3           county recorder in the county in which the real property affected by the statement,  
4           amendment, or articles is located.

5           10. With respect to notice given by a form of electronic communication:

6           a. Consent by a partner to notice given by electronic communication may be  
7           given in writing or by authenticated electronic communication. The  
8           partnership is entitled to rely on any consent so given until revoked by the  
9           partner. However, no revocation affects the validity of any notice given before  
10           receipt by the partnership of revocation of the consent.

11           b. An affidavit of a general partner or an authorized agent of the limited  
12           partnership, that the notice has been given by a form of electronic  
13           communication is, in the absence of fraud, prima facie evidence of the facts  
14           stated in the affidavit.

15           **45-10.2-07. (104) Nature, purpose, and duration of entity.**

16           1. A limited partnership is an entity distinct from its partners.

17           2. A limited partnership may be organized under this chapter for any lawful purpose  
18           except banking or insurance.

19           3. A limited partnership has a perpetual duration unless otherwise provided in its  
20           certificate of limited partnership.

21           **45-10.2-08. (105) General powers.** A limited partnership has the powers to do all  
22           things necessary or convenient to carry on its activities, including the power to sue, be sued,  
23           and defend in its own name and to maintain an action against a partner for harm caused to the  
24           limited partnership by a breach of the partnership agreement or violation of a duty to the  
25           partnership.

26           **45-10.2-09. (106 and 107) Governing law.**

27           1. The law of this state governs relations among the partners of a limited partnership  
28           and between the partners and the limited partnership and the liability of partners as  
29           partners for an obligation of the limited partnership.

30           2. Unless displaced by particular provision of this chapter, the principles of law and  
31           equity supplement this chapter.

- 1           **45-10.2-10. Limited partnership name.**
- 2           1. The name of each limited partnership as set forth in the certificate of limited
- 3           partnership:
- 4           a. Must be in the English language or in another language expressed in English
- 5           letters or characters.
- 6           b. Must contain without abbreviation the words "limited partnership" or the
- 7           abbreviation "L.P." or "LP", either of which abbreviations may be used
- 8           interchangeably for all purposes authorized by this chapter, including real
- 9           estate matters, contracts, and filings with the secretary of state.
- 10          c. May contain the name of any partner.
- 11          d. May not contain the word "corporation", "company", "incorporated", "limited
- 12          liability company", "limited liability partnership", "limited liability limited
- 13          partnership", or any abbreviation of these words.
- 14          e. May not contain a word or phrase that indicates or implies that the limited
- 15          partnership:
- 16            (1) Is organized for a purpose other than:
- 17            (a) A lawful purpose for which a limited partnership may be
- 18            organized under this chapter; or
- 19            (b) For a purpose stated in its certificate of limited partnership; or
- 20            (2) May not be organized under this chapter.
- 21          f. May not be the same as or deceptively similar to:
- 22            (1) The name, whether foreign and authorized to do business in this state
- 23            or domestic, unless there is filed with the certificate of limited
- 24            partnership a record in compliance with subsection 3, of:
- 25            (a) Another limited partnership;
- 26            (b) A corporation;
- 27            (c) A limited liability company;
- 28            (d) A limited liability partnership; or
- 29            (e) A limited liability limited partnership;

- 1                   (2) A name the right to which is, at the time of the filing of the certificate of  
2                                 limited partnership, reserved in the manner provided in section  
3                                 10-19.1-14, 10-32-11, 10-33-11, 45-10.2-11, 45-13-04.2, or 45-22-05;
- 4                   (3) A fictitious name registered in the manner provided in chapter 45-11; or  
5                   (4) A trade name registered in the manner provided in chapter 47-25.
- 6           2. The secretary of state shall determine whether a limited partnership name is  
7                         deceptively similar to another name for purposes of this chapter.
- 8           3. If the secretary of state determines a limited partnership name is deceptively  
9                         similar to another name for purposes of this chapter, then the limited partnership  
10                         name may not be used unless there is filed with the articles:
- 11                   a. The written consent of the holder of the registered trade name or the holder of  
12                                 the rights to the name to which the proposed name has been determined to  
13                                 be deceptively similar; or
- 14                   b. A certified copy of a judgement of a court in this state establishing the prior  
15                                 right of the applicant to the use of the name in this state.
- 16           4. Subsection 3 does not affect the right of a limited partnership existing on the  
17                         effective date of this chapter, or a foreign limited partnership authorized to do  
18                         business in this state on that date, to continue the use of its name.
- 19           5. This section and section 45-10.2-11 do not:
- 20                   a. Abrogate or limit:
- 21                                 (1) The law of unfair competition or unfair practices;  
22                                 (2) Chapter 47-25;  
23                                 (3) The laws of the United States with respect to the right to acquire and  
24                                 protect copyrights, trade names, trademarks, service names, service  
25                                 marks; or
- 26                                 (4) Any other right to the exclusive use of names or symbols; or
- 27                   b. Derogate the common law or the principles of equity.
- 28           6. A limited partnership that is the surviving organization in a merger with one or  
29                         more organizations, or that acquires by sale, lease, or other disposition to or  
30                         exchange with an organization all or substantially all of the assets of another  
31                         organization including its name, may include in its name, subject to the

- 1           requirements of subsection 1, the name of any of the organizations, if the other  
2           organization whose name is sought to be used:
- 3           a.   Was incorporated, organized, formed, or registered under the laws of this  
4           state;
- 5           b.   Is authorized to transact business or conduct activities in this state;
- 6           c.   Holds a reserved name in the manner provided in section 10-19.1-14,  
7           10-32-11, 10-33-11, 45-10.2-11, 45-13-04.2, or 45-22-05;
- 8           d.   Holds a fictitious name registered in the manner provided in chapter 45-11; or  
9           e.   Holds a trade name registered in the manner provided in chapter 47-25.
- 10          7.   The use of a name by a limited partnership in violation of this section does not  
11          affect or vitiate its limited partnership existence. However, a court in this state  
12          may, upon application of the state or of an interested or affected person, enjoin the  
13          limited partnership from doing business under a name assumed in violation of this  
14          section, although its certificate of limited partnership may have been filed with the  
15          secretary of state.
- 16          8.   A limited partnership whose period of existence has expired or that is involuntarily  
17          dissolved by the secretary of state as provided in section 45-10.2-108 may  
18          reacquire the right to use that name by refiling a certificate of limited partnership  
19          pursuant to section 45-10.2-23 unless the name has been adopted for use or  
20          reserved by another person, in which case the filing will be rejected unless the  
21          filing is accompanied by a written consent or judgment pursuant to subsection 3. A  
22          limited partnership that cannot reacquire the use of its limited partnership name  
23          shall adopt a new limited partnership name that complies with this section by  
24          refiling a certificate of limited partnership as provided in section 45-10.2-23; by  
25          amending its certificate of limited partnership as provided in section 45-10.2-24; or  
26          by reinstating the limited partnership pursuant to section 45-10.2-108. If the new  
27          limited partnership name has been adopted for use or reserved by another person,  
28          the filing will be rejected unless the filing is accompanied by a written consent or  
29          judgment as provided in subsection 3.

1           9. Subject to section 45-10.2-78, this section applies to any foreign limited  
2                   partnership transacting business in this state, having a certificate of authority to  
3                   transact business in this state, or applying for a certificate of authority.

4           **45-10.2-11. Reserved name.**

5           1. The exclusive right to the use of a limited partnership name otherwise permitted by  
6                   section 45-10.2-10 may be reserved by any person.

7           2. The reservation must be made by filing with the secretary of state a request that  
8                   the name be reserved.

9           a. If the name is available for use by the applicant, the secretary of state shall  
10                   reserve the name for the exclusive use of the applicant for a period of twelve  
11                   months.

12           b. The reservation may be renewed for successive twelve-month periods.

13           3. The right to the exclusive use of a limited partnership name reserved pursuant to  
14                   this section may be transferred to another person by or on behalf of the applicant  
15                   for whom the name was reserved by filing in the office of the secretary of state a  
16                   notice of transfer, and specifying the name and address of the transferee.

17           4. The right to the exclusive use of a limited partnership name reserved pursuant to  
18                   this section may be canceled by or on behalf of the applicant for whom the name  
19                   was reserved by filing with the secretary of state a notice of cancellation.

20           5. The secretary of state may destroy all reserved name requests and the index  
21                   thereof one year after expiration.

22           **45-10.2-12. (110) Effect of partnership agreement and nonwaivable provisions.**

23           1. Except as otherwise provided in subsection 2, the partnership agreement governs  
24                   relations among the partners and between the partners and the partnership. To  
25                   the extent the partnership agreement does not otherwise provide, this chapter  
26                   governs relations among the partners and between the partners and the  
27                   partnership.

28           2. A partnership agreement may not:

29           a. Vary the power of a limited partnership under section 45-10.2-08 to sue, be  
30                   sued, and defend in its own name;

31           b. Vary the law applicable to a limited partnership under section 45-10.2-09;



- 1           c. Vary the requirements of section 45-10.2-25;
- 2           d. Vary the information required under section 45-10.2-13 or unreasonably  
3           restrict the right to information under section 45-10.2-34 or 45-10.2-43, but  
4           the partnership agreement may impose reasonable restrictions on the  
5           availability and use of information obtained under those sections and may  
6           define appropriate remedies, including liquidated damages, for a breach of  
7           any reasonable restrictions on use;
- 8           e. Eliminate the duty of loyalty under section 45-10.2-44, but the partnership  
9           agreement may:
- 10           (1) Identify specific types or categories of activities that do not violate the  
11           duty of loyalty, if not manifestly unreasonable; and
- 12           (2) Specify the number or percentage of partners which may authorize or  
13           ratify, after full disclosure to all partners of all material facts, a specific  
14           act or transaction that otherwise would violate the duty of loyalty;
- 15           f. Unreasonably reduce the duty of care under subsection 3 of section  
16           45-10.2-44;
- 17           g. Eliminate the obligation of good faith and fair dealing under subsection 2 of  
18           section 45-10.2-35 and subsection 4 of section 45-10.2-44, but the  
19           partnership agreement may prescribe the standards by which the  
20           performance of the obligation is to be measured, if the standards are not  
21           manifestly unreasonable;
- 22           h. Vary the power of a person to dissociate as a general partner under  
23           subsection 1 of section 45-10.2-58 except to require that the notice under  
24           subsection 1 of section 45-10.2-57 be in a record;
- 25           i. Vary the power of a court to decree dissolution in the circumstances specified  
26           in section 45-10.2-67;
- 27           j. Vary the requirement to wind up the business of a partnership as specified in  
28           section 45-10.2-68;
- 29           k. Unreasonably restrict the right to maintain an action under sections  
30           45-10.2-89 through 45-10.2-93;

- 1            l. Restrict the right of a partner under subsection 1 of section 45-10.2-104 to  
2            approve a conversion or merger;
- 3            m. Restrict the right of a general partner under subsection 2 of section  
4            45-10.2-104 to consent to an amendment to the certificate of limited  
5            partnership which converts the limited partnership to a limited liability limited  
6            partnership; or
- 7            n. Restrict rights under this chapter of a person other than a partner or a  
8            transferee.

9            **45-10.2-13. (111) Required information.** A limited partnership shall maintain at its  
10 principal executive office the following information:

- 11            1. A current list showing the full name and last-known street and mailing address of  
12            each partner, separately identifying the general partners, in alphabetical order, and  
13            the limited partners, in alphabetical order;
- 14            2. A copy of the initial certificate of limited partnership and all amendments to and  
15            restatements of the certificate, together with signed copies of any powers of  
16            attorney under which any certificate, amendment, or restatement has been signed;
- 17            3. A copy of any filed articles of conversion or merger;
- 18            4. a copy of the federal, state, and local income tax returns and reports of a limited  
19            partnership, if any, for the three most recent years;
- 20            5. A copy of any partnership agreement made in a record and any amendment made  
21            in a record to any partnership agreement;
- 22            6. A copy of any financial statement of the limited partnership for the three most  
23            recent years;
- 24            7. A copy of the three most recent annual reports delivered by the limited partnership  
25            to the secretary of state pursuant to section 45-10.2-108;
- 26            8. A copy of any record made by the limited partnership during the past three years of  
27            any consent given by or vote taken of any partner pursuant to this chapter or the  
28            partnership agreement; and
- 29            9. Unless contained in a partnership agreement made in a record, a record stating:  
30            a. The amount of cash, and a description and statement of the agreed value of  
31            the other benefits, contributed and agreed to be contributed by each partner;

- 1            b. The times at which, or events on the happening of which, any additional  
2            contributions agreed to be made by each partner are to be made;  
3            c. For any person that is both a general partner and a limited partner, a  
4            specification of what transferable interest the person owns in each capacity;  
5            and  
6            d. Any events upon the happening of which the limited partnership is to be  
7            dissolved and its activities wound up.

8            **45-10.2-14. (112) Business transactions of partner with partnership.** A partner  
9            may lend money to and transact other business with the limited partnership and has the same  
10           rights and obligations with respect to the loan or other transaction as a person that is not a  
11           partner.

12           **45-10.2-15. (113) Dual capacity.** A person may be both a general partner and a  
13           limited partner.

- 14           1. A person that is both a general and limited partner has the rights, powers, duties,  
15           and obligations provided by this chapter and the partnership agreement in each of  
16           those capacities.  
17           2. When the person acts as a general partner, the person is subject to the  
18           obligations, duties, and restrictions under this chapter and the partnership  
19           agreement for general partners.  
20           3. When the person acts as a limited partner, the person is subject to the obligations,  
21           duties, and restrictions under this chapter and the partnership agreement for  
22           limited partners.

23           **45-10.2-16. Registration of general partner.** A general partner must be registered  
24           separately with the secretary of state at the time of filing a certificate of limited partnership or  
25           the application for certificate of authority of a foreign limited partnership whenever that general  
26           partner is either a domestic or foreign:

- 27           1. Corporation;  
28           2. Limited liability company;  
29           3. Limited partnership;  
30           4. Limited liability partnership;  
31           5. Limited liability limited partnership;

- 1           6. General partnership; or  
2           7. Any other organization that has a registration responsibility with the secretary of  
3           state.

4           **45-10.2-17. Registered office and registered agent.**

- 5           1. A limited partnership shall continuously maintain a registered office in this state. A  
6           registered office need not be the same as the principal place of business or the  
7           principal executive office of the limited partnership.  
8           2. The limited partnership shall appoint and continuously maintain a registered agent  
9           who may be:  
10          a. An individual residing in this state;  
11          b. A domestic corporation;  
12          c. A domestic limited liability company; or  
13          d. A foreign corporation or foreign limited liability company authorized to transact  
14          business in this state.  
15          3. The registered agent shall maintain a business office identical to its registered  
16          office.  
17          4. Proof of the consent of the registered agent to serve in the capacity of registered  
18          agent must be filed with the secretary of state.

19          **45-10.2-18. Change of registered office or agent - Resignation of registered agent**  
20          **- Change of name or address of registered agent.**

- 21          1. A limited partnership may change the registered office of the limited partnership,  
22          change the registered agent of the limited partnership, or state a change in the  
23          name of the registered agent of the limited partnership, by filing with the secretary  
24          of state a statement containing:  
25          a. The name of the limited partnership;  
26          b. The new address of the registered office of the limited partnership, if the  
27          address of the registered office of the limited partnership is to be changed;  
28          c. The name of the new registered agent of the limited partnership, if the  
29          registered agent of the limited partnership is to be designated or changed;  
30          d. The name of the registered agent of the limited partnership as changed, if the  
31          name of the registered agent of the limited partnership is to be changed;

- 1           e. A statement that the address of the registered office of the limited partnership  
2                   and the address of the business office of the registered agent of the limited  
3                   partnership, as changed, will be identical; and
- 4           f. A statement that the change of registered office or registered agent was  
5                   authorized by resolution approved by the general partners.
- 6           2. A registered agent of a limited partnership may resign by filing with the secretary of  
7                   state a signed written notice of resignation, including a statement that a signed  
8                   copy of the notice was given to the limited partnership at the principal executive  
9                   office of the limited partnership, or to a legal representative of the limited  
10                  partnership. The appointment of the agent terminates thirty days after the notice is  
11                  filed with the secretary of state.
- 12           3. If the business address or name of a registered agent changes, the agent shall  
13                   change the address of the registered office or the name of the registered agent, as  
14                   the case may be, of each limited partnership represented by that agent by filing  
15                   with the secretary of state a statement for each limited partnership as required in  
16                   subsection 1, except that the statement need be signed only by the registered  
17                   agent, need not be responsive to subdivision f of subsection 1, and must state that  
18                   a copy of the statement was mailed to each of those limited partnerships or to the  
19                   legal representative of each of those limited partnerships.
- 20           4. The fee provided in section 45-10.2-109 for change of registered office must be  
21                   refunded if in the opinion of the secretary of state a change of address of  
22                   registered office results from rezoning or postal reassignment.
- 23           **45-10.2-19. Action without a meeting.** An action required or permitted to be taken or  
24                   permitted to be taken at a meeting of the partners may be taken without a meeting by written  
25                   action signed, or consented to by authenticated electronic communication, by all of the partners  
26                   entitled to vote on that action.
- 27           1. If the certificate of limited partnership or the partnership agreement so provide, any  
28                   action may be taken by written action signed, or consented to by authenticated  
29                   electronic communication, by the partners entitled to vote on the action who own  
30                   voting power equal to the voting power that would be required to take the same  
31                   action at a meeting of the partners at which all partners entitled to vote on the

1           action were present. After the adoption of the initial certificate of limited  
2           partnership or the initial partnership agreement, an amendment to the certificate of  
3           limited partnership or to the partnership agreement to permit written action to be  
4           taken by less than all partners entitled to vote on an action requires the approval of  
5           all partners entitled to vote on the amendment.

6           a.   When written action is permitted to be taken by less than all partners entitled  
7           to vote on the action, all partners entitled to vote on the action must be  
8           notified immediately of its text and effective date.

9           b.   Failure to provide the notice does not invalidate the written action.

10          c.   A partner who does not sign or consent to the written action has no liability for  
11          the action or actions taken by the written actions.

12          2.   The written action is effective when it has been signed, or consented to by  
13          authenticated electronic communication, by the partners entitled to vote on the  
14          action, unless a different effective time is provided in the written action.

15          3.   When this chapter requires or permits a certificate concerning an action to be filed  
16          with the secretary of state, the general partner signing the certificate must so  
17          indicate if the action was taken under this section.

18          **45-10.2-20. Remote communications for partner meetings.**

19          1.   This section must be construed and applied to:

20               a.   Facilitate remote communication consistent with other applicable law; and

21               b.   Be consistent with reasonable practices concerning remote communication  
22               and with the continued expansion of those practices.

23          2.   To the extent authorized in the certificate of limited partnership or the partnership  
24          agreement and determined by the general partners:

25               a.   A meeting of the partners may be held solely by any combination of means of  
26               remote communication through which the participants may participate in the  
27               meeting:

28                     (1)   If notice of the meeting is given to every holder of interests entitled to  
29                     vote as would be required by the certificate of limited partnership or the  
30                     partnership agreement for a meeting; and

- 1                   (2) If the number of partnership interests held by the partners participating  
2                   in the meeting would be sufficient to constitute a quorum at a meeting.
- 3                   b. A partner not physically present in person or by proxy at a meeting of partners  
4                   may by means of remote communication participate in a meeting of partners  
5                   held at a designated place.
- 6                   3. In any meeting of partners held solely by means of remote communication under  
7                   subdivision a of subsection 2 or in any meeting of partners held at a designated  
8                   place in which one or more partners participate by means of remote  
9                   communication under subdivision b of subsection 2:
- 10                  a. The limited partnership shall implement reasonable measures to:
- 11                   (1) Verify that each person deemed present and entitled to vote at the  
12                   meeting by means of remote communication is a partner; and
- 13                   (2) Provide each partner participating by means of remote communication  
14                   with a reasonable opportunity to participate in the meeting, including an  
15                   opportunity to:
- 16                   (a) Read or hear the proceedings of the meeting substantially  
17                   concurrently with those proceedings;
- 18                   (b) If allowed by the procedures governing the meeting, have the  
19                   remarks of a partner heard or read by other participants in the  
20                   meeting substantially concurrently with the making of those  
21                   remarks; and
- 22                   (c) If otherwise entitled, vote on matters submitted to the partners.
- 23                  b. Participation in a meeting by this means constitutes presence at the meeting  
24                   in person or by proxy if all of the requirements of section 45-10.2-21 are met.
- 25                  4. Any ballot, vote, authorization, or consent submitted by electronic communication  
26                   under this chapter may be revoked by the partner submitting the ballot, vote,  
27                   authorization, or consent so long as the revocation is received by a general partner  
28                   of the limited partnership at or before the meeting or before an action without a  
29                   meeting is effective as provided in section 45-10.2-19.
- 30                  5. A partner may waive notice of a meeting by means of authenticated electronic  
31                   communication. Participation in a meeting by means of remote communication

- 1           described in subdivisions a and b of subsection 2 is a waiver of notice of that  
2           meeting, except when the partner objects:
- 3           a. At the beginning of the meeting to the transaction of business because the  
4           meeting is not lawfully called or convened; or
- 5           b. Before a vote on an item of business because the item may not lawfully be  
6           considered at the meeting and does not participate in the consideration of the  
7           item at that meeting.

8           **45-10.2-21. Consent and proxies of partners.**

- 9           1. At or before the meeting for which the appointment is to be effective, a partner may  
10           cast or authorize the casting of a vote:
- 11           a. By filing with a partner or agent authorized to tabulate votes a written  
12           appointment of a proxy which is signed by the partner.
- 13           b. By telephonic transmission or authenticated electronic communication to a  
14           partner or agent authorized to tabulate votes, whether or not accompanied by  
15           written instructions of the partner, of an appointment of a proxy.
- 16           (1) The telephonic transmission or authenticated electronic communication  
17           must set forth or be submitted with information from which it can be  
18           determined that the appointment is authorized by the partner. If it is  
19           reasonably concluded that the telephonic transmission or authenticated  
20           electronic communication is valid, then the inspectors of election or, if  
21           there are no inspectors, then the other persons making that  
22           determination of validity shall specify the information upon which they  
23           relied to make that determination.
- 24           (2) A proxy so appointed may vote on behalf of the partner, or otherwise  
25           participate, in a meeting by remote communication according to section  
26           45-10.2-20 to the extent the partner appointing the proxy would have  
27           been entitled to participate by remote communication according to  
28           section 45-10.2-20 if the partner did not appoint the proxy.
- 29           c. A copy, facsimile telecommunication, or other reproduction of the original  
30           writing or transmission may be substituted or used in lieu of the original  
31           writing or transmission for any purpose for which the original writing or



- 1                   transmission could be used if the copy, facsimile telecommunication, or other  
2                   reproduction is a complete and legible reproduction of the entire original  
3                   writing or transmission.
- 4                   d. An appointment of a proxy for partnership interests held jointly by two or more  
5                   partners is valid if signed or consented to by authenticated electronic  
6                   communication by any one of the partners, unless the limited partnership  
7                   receives from any of those partners written notice or authenticated electronic  
8                   communication either denying the authority of that person to appoint a proxy  
9                   or appointing a different proxy.
- 10                  2. The appointment of a proxy is valid for eleven months, unless a longer period is  
11                  expressly provided in the appointment. No appointment is irrevocable unless the  
12                  appointment is coupled with an interest, including a security interest, in the  
13                  partnership interests or in the limited partnership. A partner who revokes a proxy  
14                  is not liable in any way for damages, restitution, or other claim.
- 15                  3. An appointment may be revoked at will, unless the appointment is coupled with an  
16                  interest, in which case it may not be revoked except in accordance with the terms  
17                  of an agreement, if any, between the parties to the appointment. Appointment of a  
18                  proxy is revoked by the person appointing the proxy by:
- 19                  a. Attending a meeting and voting in person; or  
20                  b. Signing and delivering to the partner or agent authorized to tabulate proxy  
21                  votes either:
- 22                        (1) A writing stating the appointment of the proxy is revoked; or  
23                        (2) A later appointment.
- 24                  4. Revocation in either manner provided in subsection 3 revokes all earlier proxy  
25                  appointments and is effective when filed with a general partner or agent of the  
26                  limited partnership.
- 27                  5. The death or incapacity of a person appointing a proxy does not affect the right of  
28                  the limited partnership to accept the authority of the proxy, unless written notice of  
29                  the death or incapacity is received by a partner or agent authorized to tabulate  
30                  votes before the proxy exercises authority under that appointment.

- 1           6. Unless the appointment specifically provides otherwise, if two or more persons are  
2           appointed as proxies for a partner:
- 3           a. Then any one of them may vote the partnership interests on each item of  
4           business in accordance with specific instructions contained in the  
5           appointment; or
- 6           b. If no specific instructions are contained in the appointment with respect to  
7           voting the partnership interests on a particular item of business, then the  
8           partnership interests must be voted as a majority of the proxies determine. If  
9           the proxies are equally divided, then the partnership interests may not be  
10          voted.
- 11          7. Subject to section 45-10.2-22 and an express restriction, limitation, or specific  
12          reservation of authority of the proxy appearing on the appointment, the limited  
13          partnership may accept a vote or action by the proxy as the action of the partner.  
14          The vote of a proxy is final, binding, and not subject to challenge. However, the  
15          proxy is liable to the partner or beneficial owner for damages resulting from a  
16          failure to exercise the proxy or from an exercise of the proxy in violation of the  
17          authority granted in the appointment.
- 18          8. If a proxy is given authority by a partner to vote on less than all items of business  
19          considered at a meeting of partners, then the partner is considered to be present  
20          and entitled to vote by the proxy, only with respect to those items of business for  
21          which the proxy has authority to vote. A proxy who is given authority by a partner  
22          who abstains with respect to an item of business is considered to have authority to  
23          vote on the item of business for purposes of this subsection.
- 24          **45-10.2-22. Acceptance of partner act by the limited partnership.**
- 25          1. If the name signed on a vote, consent, waiver, or proxy appointment corresponds  
26          to the record name of a partner, then the limited partnership if acting in good faith  
27          may accept the vote, consent, waiver, or proxy appointment and give it effect as  
28          the act of the partner.
- 29          2. Unless the certificate of limited partnership or partnership agreement provides  
30          otherwise, if the name signed on a vote, consent, waiver, or proxy appointment  
31          does not correspond to the record name of a partner, then the limited partnership if

- 1           acting in good faith may accept the vote, consent, waiver, or proxy appointment  
2           and give it effect as the act of the partner if:
- 3           a.   The partner is an organization and the name signed purports to be that of an  
4                 officer, manager, or agent of the organization;
- 5           b.   The name signed purports to be that of an administrator, guardian, or  
6                 conservator representing the partner, and, if the limited partnership requests,  
7                 evidence of fiduciary status acceptable to the limited partnership has been  
8                 presented with respect to the vote, consent, waiver, or proxy appointment;
- 9           c.   The name signed purports to be that of a receiver or trustee in bankruptcy of  
10                the partner, and, if the limited partnership requests, evidence of this status  
11                acceptable to the limited partnership has been presented with respect to the  
12                vote, consent, waiver, or proxy appointment;
- 13           d.   The name signed purports to be that of a pledgee, beneficial owner, or  
14                attorney in fact of the partner, and, if the limited partnership requests,  
15                evidence acceptable to the limited partnership of the authority of the signatory  
16                to sign for the partner has been presented with respect to the vote, consent,  
17                waiver, or proxy appointment; or
- 18           e.   Two or more persons hold the interests as cotenants or fiduciaries and the  
19                name signed purports to be the name of at least one of the coholders and the  
20                person signing appears to be acting on behalf of all the coholders.
- 21           3.   The limited partnership may reject a vote, consent, waiver, or proxy appointment if  
22                the partner or agent authorized to tabulate votes, acting in good faith, has  
23                reasonable basis to doubt the validity of the signature on it or the authority of the  
24                signatory to sign for the partner.
- 25           4.   The limited partnership or its agent who accepts or rejects a vote, consent, waiver,  
26                or proxy appointment in good faith and in accordance with the standards of this  
27                section is not liable in damages to the partner for the consequences of the  
28                acceptance or rejection.
- 29           5.   Action of the limited partnership based on the acceptance or rejection of a vote,  
30                consent, waiver, or proxy appointment under this section is valid unless a court of  
31                competent jurisdiction determines otherwise.

1           **45-10.2-23. (201) Formation of limited partnership and certificate of limited**  
2 **partnership.**

3           1. In order for a limited partnership to be formed, a certificate of limited partnership  
4 must be filed with the secretary of state.

5           a. The certificate must state:

6                 (1) The name of the limited partnership, which must comply with section  
7 45-10.2-10;

8                 (2) The general character of its business;

9                 (3) The street address and mailing address of the principal executive  
10 office;

11                (4) The name, street address, and mailing address of each general  
12 partner;

13                (5) The name, street address, and mailing address of the registered agent;  
14 and

15                (6) Any additional information required by sections 45-10.2-94 through  
16 45-10.2-106.

17           b. A certificate of limited partnership may also contain any other matters but may  
18 not vary or otherwise affect the provisions specified in subsection 2 of section  
19 45-10.2-12 in a manner inconsistent with that section.

20           2. A limited partnership is formed when the certificate of limited partnership is filed  
21 with the secretary of state or on the date specified in the certificate of limited  
22 partnership that is within ninety days after the filing of the certificate of limited  
23 partnership with the secretary of state.

24           3. Subject to subdivision b of subsection 1, if any provision of a partnership  
25 agreement is inconsistent with the filed certificate of limited partnership or with a  
26 filed statement of dissociation, termination, or change or filed articles of conversion  
27 or merger:

28                a. The partnership agreement prevails as to partners and transferees; and

29                b. The filed certificate of limited partnership, statement of dissociation,  
30 termination, or change or articles of conversion or merger prevail as to

1                   persons, other than partners and transferees, that reasonably rely on the filed  
2                   record to their detriment.

3                   **45-10.2-24. (202) Amendment or restatement of certificate.**

4                   1. In order to amend its certificate of limited partnership, a limited partnership must  
5                   deliver to the secretary of state for filing an amendment or, pursuant to sections  
6                   45-10.2-100 through 45-10.2-106, articles of merger stating:

- 7                   a. The name of the limited partnership; and  
8                   b. The changes the amendment makes to the certificate as most recently  
9                   amended or restated.

10                  2. A limited partnership shall promptly deliver to the secretary of state for filing an  
11                  amendment to a certificate of limited partnership to reflect:

- 12                  a. The change of name of the limited partnership;  
13                  b. The admission of a new general partner;  
14                  c. The dissociation of a person as a general partner; or  
15                  d. The appointment of a person to wind up the activities of the limited  
16                  partnership under subsection 3 or 4 of section 45-10.2-68.

17                  3. A general partner that knows that any information in a filed certificate of limited  
18                  partnership was false when the certificate was filed or has become false due to  
19                  changed circumstances shall promptly:

- 20                  a. Cause the certificate to be amended; or  
21                  b. If appropriate, deliver to the secretary of state for filing a statement of change  
22                  pursuant to section 45-10.2-18 or a statement of correction pursuant to  
23                  section 45-10.2-28.

24                  4. A certificate of limited partnership may be amended at any time for any other  
25                  proper purpose as determined by the limited partnership.

26                  5. A restated certificate of limited partnership may be delivered to the secretary of  
27                  state for filing in the same manner as an amendment.

28                  6. Subject to subsection 3 of section 45-10.2-27, an amendment or restated  
29                  certificate is effective when filed by the secretary of state or on a date specified in  
30                  the amendment or restated certificate that is within ninety days after the filing of  
31                  the amendment or restated certificate with the secretary of state.

- 1           7. A limited partnership shall report any change of address of the principal executive  
2           office to the secretary of state and need not file an amendment to a certificate of  
3           limited partnership.
- 4           8. A limited partnership that files an amendment to change its name and which is the  
5           owner of a trademark or trade name, is a general partner named in a fictitious  
6           name certificate, is a general partner in another limited partnership or limited  
7           liability limited partnership, or is a managing partner in a limited liability partnership  
8           that is on file with the secretary of state shall change the name of the limited  
9           partnership in each of the foregoing registrations that is applicable when the limited  
10          partnership files an amendment to the certificate of limited partnership.

11          **45-10.2-25. (204) Signing of records.**

- 12          1. Each record delivered to the secretary of state for filing pursuant to this chapter  
13          must be signed in the following manner:
- 14           a. An initial certificate of limited partnership must be signed by all general  
15           partners listed in the certificate.
- 16           b. An amendment to the certificate of limited partnership converting the limited  
17           partnership to a limited liability limited partnership must be signed by all  
18           general partners listed in the certificate.
- 19           c. An amendment to the certificate of limited partnership designating as general  
20           partner a person admitted under subdivision b of subsection 3 of section  
21           45-10.2-66 following the dissociation of a last general partner of a limited  
22           partnership must be signed by that person.
- 23           d. An amendment to the certificate of limited partnership required by  
24           subsection 3 of section 45-10.2-68 following the appointment of a person to  
25           wind up the activities of the dissolved limited partnership must be signed by  
26           that person.
- 27           e. Any other amendment to the certificate of limited partnership must be signed  
28           by:
- 29           (1) At least one general partner listed in the certificate;
- 30           (2) Each other person designated in the amendment as a new general  
31           partner; and

- 1                   (3) Each person that the amendment indicates has dissociated as a  
2                   general partner, unless:
- 3                   (a) The person is deceased or a guardian or general conservator  
4                   has been appointed for the person and the amendment so  
5                   states; or
- 6                   (b) The person has previously delivered to the secretary of state for  
7                   filing a statement of dissociation.
- 8                   f. A restated certificate of limited partnership must be signed by at least one  
9                   general partner listed in the certificate, and, to the extent the restated  
10                  certificate effects a change under any other subdivision of this subsection, the  
11                  certificate must be signed in a manner that satisfies that subdivision.
- 12                  g. A statement of termination must be signed by a majority in interest of the  
13                  general partners listed in the certificate of limited partnership or, if the  
14                  certificate of a dissolved limited partnership lists no general partners, then by  
15                  the person appointed pursuant to subsection 3 or 4 of section 45-10.2-68 to  
16                  wind up the activities of the dissolved limited partnership.
- 17                  h. Articles of conversion must be signed by all of the general partners listed in  
18                  the certificate of limited partnership.
- 19                  i. Articles of merger must be signed as provided in subsection 1 of section  
20                  45-10.2-102.
- 21                  j. Any other record delivered on behalf of a limited partnership to the secretary  
22                  of state for filing must be signed by at least one general partner listed in the  
23                  certificate of limited partnership.
- 24                  k. A statement by a person pursuant to subdivision d of subsection 1 of section  
25                  45-10.2-59 stating that the person has dissociated as a general partner must  
26                  be signed by that person.
- 27                  l. A statement of withdrawal by a person pursuant to section 45-10.2-36 must  
28                  be signed by that person.
- 29                  m. A record delivered on behalf of a foreign limited partnership to the secretary  
30                  of state for filing must be signed by at least one general partner of the foreign  
31                  limited partnership.

1           n. Any other record delivered on behalf of any person to the secretary of state  
2           for filing must be signed by that person.

3           2. Any person may sign by an attorney in fact any record to be filed pursuant to this  
4           chapter.

5           **45-10.2-26. (205) Signing and filing pursuant to judicial order.**

6           1. If a person required by this chapter to sign a record or deliver a record to the  
7           secretary of state for filing does not do so, then any other person that is aggrieved  
8           may petition the district court to order:

9           a. The person to sign the record and deliver the record to the secretary of state  
10           for filing; or

11           b. The secretary of state to file the record unsigned.

12           2. If the person aggrieved under subsection 1 is not the limited partnership or foreign  
13           limited partnership to which the record pertains, then the aggrieved person shall  
14           make the limited partnership or foreign limited partnership a party to the action. A  
15           person aggrieved under subsection 1 may seek the remedies provided in  
16           subsection 1 in the same action in combination or in the alternative.

17           3. A record filed unsigned pursuant to this section is effective without being signed.

18           **45-10.2-27. (206) Delivery to and filing of records by secretary of state and**  
19 **effective date.**

20           1. A record authorized or required to be delivered to the secretary of state for filing  
21           under this chapter must be captioned to describe the purpose of the record, be in a  
22           medium permitted by the secretary of state, and be delivered to the secretary of  
23           state. If the secretary of state determines that a record complies with the filing  
24           requirements of this chapter, then the secretary of state shall file the record and  
25           return a copy of the filed record to the person who delivered it to the secretary of  
26           state for filing. That person shall then:

27           a. For a statement of dissociation, send a copy of the filed statement:

28           (1) To the person which the statement indicates has dissociated as a  
29           general partner; and

30           (2) To the limited partnership;

31           b. For a statement of withdrawal, send a copy of the filed statement:



- 1                   (1) To the person on whose behalf the record was filed; and
- 2                   (2) If the statement refers to an existing limited partnership, to the limited
- 3                         partnership; and
- 4                   c. For all other records, send a copy of the filed record to the person on whose
- 5                         behalf the record was filed.
- 6                   2. Upon request and payment of a fee provided in section 45-10.2-109, the secretary
- 7                         of state shall send to the requester a certified copy of the requested record.
- 8                   3. Except as otherwise provided in sections 45-10.2-18 and 45-10.2-28, a record
- 9                         delivered to the secretary of state for filing under this chapter may specify a
- 10                        delayed effective date within ninety days. Except as otherwise provided in this
- 11                        chapter, a record filed by the secretary of state is effective:
- 12                   a. If the record does not specify a delayed effective date within ninety days, then
- 13                         on the date the record is filed as evidenced by the endorsement of the
- 14                         secretary of state of the date on the record.
- 15                   b. If the record specifies a delayed effective date within ninety days, then on the
- 16                         specified date.
- 17                   **45-10.2-28. Correcting a filed record.** With respect to correction of a filed record:
- 18                   1. Whenever a record authorized by this chapter to be filed with the secretary of state
- 19                         has been filed and inaccurately records the action referred to in the record,
- 20                         contains an inaccurate or erroneous statement, or was defectively or erroneously
- 21                         signed, sealed, acknowledged, or verified, the record may be corrected by filing a
- 22                         statement of correction.
- 23                   2. A statement of correction:
- 24                   a. Must:
- 25                         (1) Be signed by:
- 26                                 (a) The person who signed the original record; or
- 27                                 (b) By a person authorized to sign on behalf of that person;
- 28                         (2) Set forth the name of the limited partnership that filed the record;
- 29                         (3) Identify the record to be corrected by description and by the date of its
- 30                         filing with the secretary of state;
- 31                         (4) Identify the inaccuracy, error, or defect to be corrected; and

1                   (5) Set forth a statement in corrected form of the portion of the record to be  
2   corrected.

3                   b. May not revoke or nullify the record.

4                   3. The statement of correction must be filed with the secretary of state.

5                   4. With respect to the effective date of correction:

6                   a. A certificate issued by the secretary of state before a record is corrected, with  
7   respect to the effect of filing the original record, is considered to be applicable  
8   to the record as corrected as of the date the record as corrected is considered  
9   to have been filed under this subsection.

10                  b. After a statement of correction has been filed with the secretary of state, the  
11   original record as corrected is considered to have been filed:

12                   (1) On the date the statement of correction was filed:

13                                       (a) As to persons adversely affected by the correction; and

14                                       (b) For the purposes of subsections 3 and 4 of section 45-10.2-06;  
15   and

16                   (2) On the date the original record was filed as to all other persons and for  
17   all other purposes.

18                   **45-10.2-29. (208) Liability for false information in filed record.** If a record delivered  
19 to the secretary of state for filing under this chapter and filed by the secretary of state contains  
20 false information, then a person that suffers loss by reliance on the information may recover  
21 damages for the loss from:

22                   1. A person that signed the record, or caused another to sign it on behalf of a person,  
23   and knew the information to be false at the time the record was signed; and

24                   2. A general partner that has notice that the information was false when the record  
25   was filed or has become false because of changed circumstances, if the general  
26   partner has notice for a reasonably sufficient time before the information is relied  
27   upon to enable the general partner to effect an amendment under section  
28   45-10.2-24, file a petition pursuant to section 45-10.2-26, or deliver to the secretary  
29   of state for filing a statement of change pursuant to section 45-10.2-18 or a  
30   statement of correction pursuant to section 45-10.2-28.

31                   **45-10.2-30. (209) Certificate of existence or authorization.**

- 1           1. The secretary of state, upon request and payment of the fee provided in section  
2           45-10.2-109, shall furnish a certificate of existence for a limited partnership if the  
3           records filed in the office of the secretary of state show that the secretary of state  
4           has filed a certificate of limited partnership and has not filed a statement of  
5           termination. A certificate of existence must state:  
6           a. The name of the limited partnership;  
7           b. That it was duly formed under the laws of this state and date of formation; and  
8           c. Whether all fees and penalties due to the secretary of state under this chapter  
9           have been paid.
- 10          2. The secretary of state, upon request and payment of the fee provided in section  
11          45-10.2-109, shall furnish a certificate of authorization for a foreign limited  
12          partnership if the records filed in the office of the secretary of state show that the  
13          secretary of state has filed a certificate of authority, has not revoked the certificate  
14          of authority, and has not filed a notice of cancellation. A certificate of authorization  
15          must state:  
16          a. The name of the foreign limited partnership;  
17          b. That it is authorized to transact business in this state; and  
18          c. Whether all fees and penalties due to the secretary of state under this chapter  
19          have been paid.
- 20          3. Subject to any qualification stated in the certificate, a certificate of existence or  
21          authorization issued by the secretary of state may be relied upon as conclusive  
22          evidence that the limited partnership or foreign limited partnership is in existence  
23          or is authorized to transact business in this state.
- 24          **45-10.2-31. (301) Becoming a limited partner.** A person becomes a limited partner:  
25          1. As provided in the partnership agreement;  
26          2. As the result of a conversion or merger under sections 45-10.2-94 through  
27          45-10.2-106; or  
28          3. With the consent of all of the partners.
- 29          **45-10.2-32. (302) No right or power as limited partner to bind limited partnership.**  
30          A limited partner does not have the right or the power as a limited partner to act for or bind the  
31          limited partnership.

1           **45-10.2-33. (303) No liability as limited partner for limited partnership obligation.**

2   An obligation of a limited partnership, whether arising in contract, tort, or otherwise, is not the  
3   obligation of a limited partner. A limited partner is not personally liable, directly or indirectly, by  
4   way of contribution or otherwise, for an obligation of the limited partnership solely by reason of  
5   being a limited partner, even if the limited partner participates in the management and control of  
6   the limited partnership.

7           **45-10.2-34. (304) Right of limited partner and former limited partner to**  
8   **information.**

9           1.   On ten days' demand, made in a record received by the limited partnership, a  
10          limited partner may inspect and copy required information during regular business  
11          hours in the principal executive office of the limited partnership. The limited  
12          partner need not have any particular purpose for seeking the information.

13          2.   During regular business hours and at a reasonable location specified by the limited  
14          partnership, a limited partner may obtain from the limited partnership and inspect  
15          and copy true and full information regarding the state of the activities and financial  
16          condition of the limited partnership and other information regarding the activities of  
17          the limited partnership as is just and reasonable if:

18               a.   The limited partner seeks the information for a purpose reasonably related to  
19                an interest as a limited partner;

20               b.   The limited partner makes a demand in a record received by the limited  
21                partnership, describing with reasonable particularity the information sought  
22                and the purpose for seeking the information; and

23               c.   The information sought is directly connected to the purpose of the limited  
24                partner.

25          3.   Within ten days after receiving a demand pursuant to subsection 2, the limited  
26          partnership in a record shall inform the limited partner that made the demand:

27               a.   What information the limited partnership will provide in response to the  
28                demand;

29               b.   When and where the limited partnership will provide the information; and

30               c.   If the limited partnership declines to provide any demanded information, the  
31                reasons of the limited partnership for declining.

- 1           4.   Subject to subsection 6, a person dissociated as a limited partner may inspect and  
2                   copy required information during regular business hours in the designated office of  
3                   the limited partnership if:
- 4                   a.   The information pertains to the period during which the person was a limited  
5                            partner;
- 6                   b.   The person seeks the information in good faith; and
- 7                   c.   The person meets the requirements of subsection 2.
- 8           5.   The limited partnership shall respond to a demand made pursuant to subsection 4  
9                   in the same manner as provided in subsection 3.
- 10          6.   If a limited partner dies, then section 45-10.2-65 applies.
- 11          7.   The limited partnership may impose reasonable restrictions on the use of  
12                   information obtained under this section. In a dispute concerning the  
13                   reasonableness of a restriction under this subsection, the limited partnership has  
14                   the burden of proving reasonableness.
- 15          8.   A limited partnership may charge a person that makes a demand under this  
16                   section reasonable costs of copying, limited to the costs of labor and material.
- 17          9.   Whenever this chapter or a partnership agreement provides for a limited partner to  
18                   give or withhold consent to a matter, before the consent is given or withheld, the  
19                   limited partnership shall, without demand, provide the limited partner with all  
20                   information material to the decision of the limited partner that the limited  
21                   partnership knows.
- 22          10. A limited partner or person dissociated as a limited partner may exercise the rights  
23                   under this section through an attorney or other agent. Any restriction imposed  
24                   under subsection 7 or by the partnership agreement applies both to the attorney or  
25                   other agent and to the limited partner or person dissociated as a limited partner.
- 26          11. The rights stated in this section do not extend to a person as transferee, but may  
27                   be exercised by the legal representative of an individual under legal disability who  
28                   is a limited partner or person dissociated as a limited partner.
- 29          **45-10.2-35. (305) Limited duties of limited partners.**
- 30           1.   A limited partner does not have any fiduciary duty to the limited partnership or to  
31                   any other partner solely by reason of being a limited partner.

1           2. A limited partner shall discharge the duties to the partnership and the other  
2           partners under this chapter or under the partnership agreement and exercise any  
3           rights consistently with the obligation of good faith and fair dealing.

4           3. A limited partner does not violate a duty or obligation under this chapter or under  
5           the partnership agreement merely because the conduct of the limited partner  
6           furtheres the interest of that limited partner.

7           **45-10.2-36. (306) Person erroneously believing self to be limited partner.**

8           1. Except as otherwise provided in subsection 2, a person that makes an investment  
9           in a business enterprise and erroneously but in good faith believes that the person  
10           has become a limited partner in the enterprise is not liable for the obligations of the  
11           enterprise by reason of making the investment, receiving distributions from the  
12           enterprise, or exercising any rights of or appropriate to a limited partner, if, on  
13           ascertaining the mistake, the person:

14           a. Causes an appropriate certificate of limited partnership, amendment, or  
15           statement of correction to be signed and delivered to the secretary of state for  
16           filing; or

17           b. Withdraws from future participation as an owner in the enterprise by signing  
18           and delivering to the secretary of state for filing a statement of withdrawal  
19           under this section.

20           2. A person that makes an investment described in subsection 1 is liable to the same  
21           extent as a general partner to any third party that enters into a transaction with the  
22           enterprise, believing in good faith that the person is a general partner, before the  
23           secretary of state files a statement of withdrawal, certificate of limited partnership,  
24           amendment, or statement of correction to show that the person is not a general  
25           partner.

26           3. If a person makes a diligent effort in good faith to comply with subdivision a of  
27           subsection 1 and is unable to cause the appropriate certificate of limited  
28           partnership, amendment, or statement of correction to be signed and delivered to  
29           the secretary of state for filing, then the person has the right to withdraw from the  
30           enterprise pursuant to subdivision b of subsection 1 even if the withdrawal would

1           otherwise breach an agreement with others that are or have agreed to become  
2           coowners of the enterprise.

3           **45-10.2-37. (401) Becoming general partner.** A person becomes a general partner:

- 4           1. As provided in the partnership agreement;
- 5           2. Under subdivision b of subsection 3 of section 45-10.2-66 following the  
6           dissociation of the last general partner of a limited partnership;
- 7           3. As the result of a conversion or merger under sections 45-10.2-94 through  
8           45-10.2-106; or
- 9           4. With the consent of all the partners.

10          **45-10.2-38. (402) General partner agent of limited partnership.**

- 11         1. Each general partner is an agent of the limited partnership for the purposes of its  
12         activities. An act of a general partner, including the signing of a record in the name  
13         of the partnership, for apparently carrying on in the ordinary course the activities of  
14         the limited partnership or activities of the kind carried on by the limited partnership  
15         binds the limited partnership, unless the general partner did not have authority to  
16         act for the limited partnership in the particular matter and the person with which the  
17         general partner was dealing knew, had received a notification, or had notice under  
18         subsection 4 of section 45-10.2-06 that the general partner lacked authority.
- 19         2. An act of a general partner which is not apparently for carrying on in the ordinary  
20         course the activities of the limited partnership or activities of the kind carried on by  
21         the limited partnership binds the limited partnership only if the act was actually  
22         authorized by all of the other partners.

23          **45-10.2-39. (403) Limited partnership liable for actionable conduct of general**  
24          **partner.**

- 25         1. A limited partnership is liable for loss or injury caused to a person, or for a penalty  
26         incurred, as a result of a wrongful act or omission, or other actionable conduct, of a  
27         general partner acting in the ordinary course of activities of the limited partnership  
28         or with authority of the limited partnership.
- 29         2. If, in the course of the activities of the limited partnership or while acting with  
30         authority of the limited partnership, a general partner receives or causes the limited  
31         partnership to receive money or property of a person not a partner, and the money

1           or property is misapplied by a general partner, then the limited partnership is liable  
2           for the loss.

3           **45-10.2-40. (404) Liability of general partner.**

- 4           1. Except as otherwise provided in subsections 2 and 3, all general partners are  
5           liable jointly and severally for all obligations of the limited partnership unless  
6           otherwise agreed by the claimant or provided by law.
- 7           2. A person that becomes a general partner of an existing limited partnership is not  
8           personally liable for an obligation of a limited partnership incurred before the  
9           person became a general partner.
- 10          3. An obligation of a limited partnership incurred while the limited partnership is a  
11          limited liability limited partnership, whether arising in contract, tort, or otherwise, is  
12          solely the obligation of the limited partnership.
- 13          a. A general partner is not personally liable, directly or indirectly, by way of  
14          contribution or otherwise, for such an obligation solely by reason of being or  
15          acting as a general partner.
- 16          b. This subsection applies despite anything inconsistent in the partnership  
17          agreement that existed immediately before the consent required under  
18          subdivision b of subsection 2 of section 45-10.2-42 to become a limited  
19          liability limited partnership pursuant to chapter 45-23.

20          **45-10.2-41. (405) Actions by and against partnership and partners.**

- 21          1. To the extent not inconsistent with section 45-10.2-40, a general partner may be  
22          joined in an action against the limited partnership or named in a separate action.
- 23          2. A judgment against a limited partnership is not by itself a judgment against a  
24          general partner. A judgment against a limited partnership may not be satisfied  
25          from assets of a general partner unless there is also a judgment against the  
26          general partner.
- 27          3. A judgment creditor of a general partner may not levy execution against the assets  
28          of the general partner to satisfy a judgment based on a claim against the limited  
29          partnership, unless the partner is personally liable for the claim under section  
30          45-10.2-40, and:



- 1           a. A judgment based on the same claim has been obtained against the limited  
2                   partnership and a writ of execution on the judgment has been returned  
3                   unsatisfied in whole or in part;
- 4           b. The limited partnership is a debtor in bankruptcy;
- 5           c. The general partner has agreed that the creditor need not exhaust limited  
6                   partnership assets;
- 7           d. A court grants permissions to the judgment creditor to levy execution against  
8                   the assets of a general partner based on a finding:
  - 9                   (1) That limited partnership assets subject to execution are clearly  
10                   insufficient to satisfy the judgment;
  - 11                   (2) That exhaustion of limited partnership assets is excessively  
12                   burdensome; or
  - 13                   (3) That the grant of permission is an appropriate exercise of equitable  
14                   powers of the court; or
- 15           e. Liability is imposed on the general partner by law or contract independent of  
16                   the existence of the limited partnership.

17           **45-10.2-42. (406) Management rights of general partner.**

- 18           1. Each general partner has equal rights in the management and conduct of the  
19                   activities of the limited partnership. Except as expressly provided in this chapter,  
20                   any matter relating to the activities of the limited partnership may be exclusively  
21                   decided by the general partner or, if there is more than one general partner, by a  
22                   majority of the general partners.
- 23           2. The consent of each partner is necessary:
  - 24                   a. To amend the partnership agreement;
  - 25                   b. Subject to section 45-10.2-104, to amend the certificate of limited partnership  
26                   to convert the limited partnership to a limited liability limited partnership; and
  - 27                   c. To sell, lease, exchange, or otherwise dispose of all, or substantially all, of the  
28                   property of the limited partnership, with or without the good will, other than in  
29                   the usual and regular course of the activities of the limited partnership.
- 30           3. A limited partnership shall reimburse a general partner for payments made and  
31                   indemnify a general partner for liabilities incurred by the general partner in the

1           ordinary course of the activities of the partnership or for the preservation of its  
2           activities or property.

3           4. A limited partnership shall reimburse a general partner for an advance to the  
4           limited partnership beyond the amount of capital the general partner agreed to  
5           contribute.

6           5. A payment or advance made by a general partner which gives rise to an obligation  
7           of the limited partnership under subsection 3 or 4 constitutes a loan to the limited  
8           partnership which accrues interest from the date of the payment or advance.

9           6. A general partner is not entitled to remuneration for services performed for the  
10          partnership.

11          **45-10.2-43. (407) Right of general partner and former general partner to**  
12          **information.**

13          1. A general partner, without having any particular purpose for seeking the  
14          information, may inspect and copy during regular business hours:

15          a. In the principal executive office of the limited partnership, required  
16          information; and

17          b. At a reasonable location specified by the limited partnership, any other  
18          records maintained by the limited partnership regarding the activities and  
19          financial condition of the limited partnership.

20          2. Each general partner and the limited partnership shall furnish to a general partner:

21          a. Without demand, any information concerning the activities and financial  
22          condition of the limited partnership reasonably required for the proper  
23          exercise of the rights and duties of the general partner under the partnership  
24          agreement or this chapter; and

25          b. On demand, any other information concerning the activities of the limited  
26          partnership, except to the extent the demand or the information demanded is  
27          unreasonable or otherwise improper under the circumstances.

28          3. Subject to subsection 5, on ten days' demand made in a record received by the  
29          limited partnership, a person dissociated as a general partner may have access to  
30          the information and records described in subsection 1 at the location specified in  
31          subsection 1 if:

- 1           a. The information or record pertains to the period during which the person was  
2           a general partner;
- 3           b. The person seeks the information or record in good faith; and  
4           c. The person satisfies the requirements imposed on a limited partner by  
5           subsection 2 of section 45-10.2-34.
- 6       4. The limited partnership shall respond to a demand made pursuant to subsection 3  
7       in the same manner as provided in subsection 3 of section 45-10.2-34.
- 8       5. If a general partner dies, then section 45-10.2-65 applies.
- 9       6. The limited partnership may impose reasonable restrictions on the use of  
10       information under this section. In any dispute concerning the reasonableness of a  
11       restriction under this subsection, the limited partnership has the burden of proving  
12       reasonableness.
- 13       7. A limited partnership may charge a person dissociated as a general partner that  
14       makes a demand under this section reasonable costs of copying, limited to the  
15       costs of labor and material.
- 16       8. A general partner or person dissociated as a general partner may exercise the  
17       rights under this section through an attorney or other agent. Any restriction  
18       imposed under subsection 6 or by the partnership agreement applies both to the  
19       attorney or other agent and to the general partner or person dissociated as a  
20       general partner.
- 21       9. The rights under this section do not extend to a person as transferee, but the rights  
22       under subsection 3 of a person dissociated as a general partner may be exercised  
23       by the legal representative of an individual who dissociated as a general partner  
24       under subdivisions b and c of subsection 7 of section 45-10.2-57.
- 25       **45-10.2-44. (408) General standards of conduct of general partner.**
- 26       1. The only fiduciary duties that a general partner has to the limited partnership and  
27       the other partners are the duties of loyalty and care under subsections 2 and 3.
- 28       2. A duty of loyalty of the general partner to the limited partnership and the other  
29       partners is limited to the following:
- 30       a. To account to the limited partnership and hold as trustee for it any property,  
31       profit, or benefit derived by the general partner in the conduct and winding up

1                   of the activities of the limited partnership or derived from a use by the general  
2                   partner of limited partnership property, including the appropriation of a limited  
3                   partnership opportunity;

4                   b. To refrain from dealing with the limited partnership in the conduct or winding  
5                   up of the activities of the limited partnership as or on behalf of a party having  
6                   an interest adverse to the limited partnership; and

7                   c. To refrain from competing with the limited partnership in the conduct or  
8                   winding up of the activities of the limited partnership.

9                   3. Duty of care of a general partner to the limited partnership and the other partners  
10                  in the conduct and winding up of the activities of a limited partnership is limited to  
11                  refraining from engaging in grossly negligent or reckless conduct, intentional  
12                  misconduct, or a knowing violation of law.

13                  4. A general partner shall discharge the duties to the partnership and the other  
14                  partners under this chapter or under the partnership agreement and exercise any  
15                  rights consistently with the obligation of good faith and fair dealing.

16                  5. A general partner does not violate a duty or obligation under this chapter or under  
17                  the partnership agreement merely because conduct of the general partner furthers  
18                  the interest of that general partner.

19                  **45-10.2-45. (409) Transfer of partnership property.**

20                  1. Subject to the effect of a notification effective under subsections 4 and 9 of section  
21                  45-10.2-06, property held in the name of a limited partnership may be transferred  
22                  by a record of transfer signed by a general partner in the limited partnership name.

23                  2. Where a transfer has been made to an initial transferee through a record of  
24                  transfer effective under subsection 1, a limited partnership may recover the  
25                  transferred limited partnership property:

26                  a. From a transferee only if the limited partnership proves that signing the record  
27                  of initial transfer did not bind the partnership under section 45-10.2-38; and

28                  b. As to a subsequent transferee who gave value for the property, only if the  
29                  limited partnership proves that the subsequent transferee knew or had  
30                  received a notification that the person who signed the record of initial transfer  
31                  lacked authority to bind the partnership.

1           3.   A partnership may not recover partnership property from a subsequent transferee  
2                   if the partnership would not have been entitled to recover the property under  
3                   subsection 2 from any earlier transferee of the property.

4           4.   This section does not affect the power of a person dissociated as a general partner  
5                   to bind a limited partnership under subsection 1 of section 45-10.2-60 and  
6                   subsection 2 of section 45-10.2-70.

7           **45-10.2-46. (501) Form of contribution.** A contribution of a partner may consist of  
8 tangible or intangible property or other benefit to the limited partnership, including money,  
9 services performed, promissory notes, other agreements to contribute cash or property, and  
10 contracts for services to be performed.

11           **45-10.2-47. (502) Liability for contribution.**

12           1.   The obligation of a partner to contribute money or other property or other benefit  
13                   to, or to perform services for, a limited partnership is not excused by the death of a  
14                   partner, disability, or other inability to perform personally.

15           2.   If a partner does not make a promised nonmonetary contribution, the partner is  
16                   obligated at the option of the limited partnership to contribute money equal to that  
17                   portion of the value, as stated in the required information, of the stated contribution  
18                   that has not been made.

19           3.   The obligation of a partner to make a contribution or return money or other  
20                   property paid or distributed in violation of this chapter may be compromised only  
21                   by consent of all partners. A creditor of a limited partnership that extends credit or  
22                   otherwise acts in reliance on an obligation described in subsection 1, without  
23                   notice of any compromise under this subsection, may enforce the original  
24                   obligation.

25           **45-10.2-48. (503) Sharing of distributions.** A distribution by a limited partnership  
26 must be shared among the partners on the basis of the value, as stated in the required  
27 information when the limited partnership decides to make the distribution, of the contributions  
28 the limited partnership has received from each partner.

29           **45-10.2-49. (504) Interim distributions.** A partner does not have a right to any  
30 distribution before the dissolution and winding up of the limited partnership unless the limited  
31 partnership decides to make an interim distribution.

1           **45-10.2-50. (505) No distribution on account of dissociation.** A person does not  
2 have a right to receive a distribution on account of dissociation.

3           **45-10.2-51. (506) Distribution in kind.** A partner does not have a right to demand or  
4 receive any distribution from a limited partnership in any form other than cash. Subject to  
5 subsection 2 of section 45-10.2-75, a limited partnership may distribute an asset in kind to the  
6 extent each partner receives a percentage of the asset equal to the share of distributions of the  
7 partner.

8           **45-10.2-52. (507) Right to distribution.** When a partner or transferee becomes  
9 entitled to receive a distribution, the partner or transferee has the status of, and is entitled to all  
10 remedies available to, a creditor of the limited partnership with respect to the distribution.  
11 However, the obligation of the limited partnership to make a distribution is subject to offset for  
12 any amount owed to the limited partnership by the partner or dissociated partner on whose  
13 account the distribution is made.

14           **45-10.2-53. (508) Limitation on distribution.**

15           1. A limited partnership may not make a distribution in violation of the partnership  
16 agreement.

17           2. A limited partnership may not make a distribution if after the distribution:

18           a. The limited partnership would not be able to pay its debts as they become  
19 due in the ordinary course of the activities of the limited partnership; or

20           b. The total assets of the limited partnership would be less than the sum of its  
21 total liabilities plus the amount that would be needed, if the limited partnership  
22 were to be dissolved, wound up, and terminated at the time of the distribution,  
23 to satisfy the preferential rights upon dissolution, winding up, and termination  
24 of partners whose preferential rights are superior to those of persons  
25 receiving the distribution.

26           3. A limited partnership may base a determination that a distribution is not prohibited  
27 under subsection 2 on financial statements prepared on the basis of accounting  
28 practices and principles that are reasonable in the circumstances or on a fair  
29 valuation or other method that is reasonable in the circumstances.

30           4. Except as otherwise provided in subsection 7, the effect of a distribution under  
31 subsection 2 is measured:

- 1           a. In the case of distribution by purchase, redemption, or other acquisition of a  
2           transferable interest in the limited partnership, as of the date money or other  
3           property is transferred or debt incurred by the limited partnership; and  
4           b. In all other cases, as of the date:  
5           (1) The distribution is authorized, if the payment occurs within one hundred  
6           twenty days after that date; or  
7           (2) The payment is made, if payment occurs more than one hundred  
8           twenty days after the distribution is authorized.  
9        5. Indebtedness of a limited partnership to a partner incurred by reason of a  
10       distribution made in accordance with this section is at parity with the indebtedness  
11       of the limited partnership to its general, unsecured creditors.  
12       6. Indebtedness of a limited partnership, including indebtedness issued in connection  
13       with or as part of a distribution, is not considered a liability for purposes of  
14       subsection 2 if the terms of the indebtedness provide that payment of principal and  
15       interest are made only to the extent that a distribution could then be made to  
16       partners under this section.  
17       7. If indebtedness is issued as a distribution, each payment of principal or interest on  
18       the indebtedness is treated as a distribution, the effect of which is measured on the  
19       date the payment is made.

20       **45-10.2-54. (509) Liability for improper distributions.**

- 21       1. A general partner that consents to a distribution made in violation of section  
22       45-10.2-53 is personally liable to the limited partnership for the amount of the  
23       distribution which exceeds the amount that could have been distributed without the  
24       violation if it is established that in consenting to the distribution the general partner  
25       failed to comply with section 45-10.2-44.  
26       2. A partner or transferee that received a distribution knowing that the distribution to  
27       that partner or transferee was made in violation of section 45-10.2-53 is personally  
28       liable to the limited partnership but only to the extent that the distribution received  
29       by the partner or transferee exceeded the amount that could have been properly  
30       paid under section 45-10.2-53.  
31       3. A general partner against which an action is commenced under subsection 1 may:

- 1           a. Implead in the action any other person that is liable under subsection 1 and  
2                   compel contribution from the person; and  
3           b. Implead in the action any person that received a distribution in violation of  
4                   subsection 2 and compel contribution from the person in the amount the  
5                   person received in violation of subsection 2.  
6       4. An action under this section is barred if it is not commenced within two years after  
7           the distribution.

8       **45-10.2-55. (601) Dissociation as limited partner.**

- 9       1. A person does not have a right to dissociate as a limited partner before the  
10           termination of the limited partnership.  
11       2. A person is dissociated from a limited partnership as a limited partner upon the  
12           occurrence of any of the following events:  
13           a. The limited partnership has notice of the express will of a person to withdraw  
14                   as a limited partner or on a later date specified by the person;  
15           b. An event agreed to in the partnership agreement as causing the dissociation  
16                   of a person as a limited partner;  
17           c. The expulsion of a person as a limited partner pursuant to the partnership  
18                   agreement;  
19           d. The expulsion of a person as a limited partner by the unanimous consent of  
20                   the other partners if:  
21                   (1) It is unlawful to carry on the activities of the limited partnership with the  
22                            person as a limited partner;  
23                   (2) There has been a transfer of all of the transferable interest of the  
24                            person in the limited partnership, other than a transfer for security  
25                            purposes, or a court order charging the interest of the person, which  
26                            has not been foreclosed;  
27                   (3) The person is a corporation and, within ninety days after the limited  
28                            partnership notifies the person that it will be expelled as a limited  
29                            partner because it has filed a certificate of dissolution or the equivalent,  
30                            its charter has been revoked, or its right to conduct business has been  
31                            suspended by the jurisdiction of its incorporation, there is not



- 1                    revocation of the certificate of dissolution or no reinstatement of its  
2                    charter or its right to conduct business; or  
3                    (4) The person is a limited liability company or partnership that has been  
4                    dissolved and whose business is being wound up;  
5                    e. On application by the limited partnership, the expulsion of the person as a  
6                    limited partner by judicial order because:  
7                    (1) The person engaged in wrongful conduct that adversely and materially  
8                    affected the activities of the limited partnership;  
9                    (2) The person willfully or persistently committed a material breach of the  
10                    partnership agreement or of the obligation of good faith and fair dealing  
11                    under section 45-10.2-35; or  
12                    (3) The person engaged in conduct relating to the activities of the limited  
13                    partnership which make it not reasonably practicable to carry on the  
14                    activities with the person as limited partner;  
15                    f. In the case of a person who is an individual, the death of the person;  
16                    g. In the case of a person that is a trust or is acting as a limited partner by virtue  
17                    of being a trustee of a trust, distribution of the entire transferable interest in  
18                    the limited partnership of the trust, but not merely by reason of the  
19                    substitution of a successor trustee;  
20                    h. In the case of a person that is an estate or is acting as a limited partner by  
21                    virtue of being a personal representative of an estate, distribution of the entire  
22                    transferable interest of the estate in the limited partnership, but not merely by  
23                    reason of the substitution of a successor personal representative;  
24                    i. Termination of a limited partner that is not an individual, partnership, limited  
25                    liability company, corporation, trust, or estate; and  
26                    j. The participation by limited partnership in a conversion or merger under  
27                    sections 45-10.2-94 through 45-10.2-106, if the limited partnership:  
28                    (1) Is not the converted or surviving organization; or  
29                    (2) Is the converted or surviving organization but, as a result of the  
30                    conversion or merger, the person ceases to be a limited partner.

31                    **45-10.2-56. (602) Effect of dissociation as limited partner.**

- 1           1. Upon the dissociation of a person as a limited partner:
- 2           a. Subject to section 45-10.2-65, the person does not have further rights as a
- 3           limited partner;
- 4           b. The obligation of a person for good faith and fair dealing as a limited partner
- 5           under subsection 2 of section 45-10.2-35 continues only as to matters arising
- 6           and events occurring before the dissociation; and
- 7           c. Subject to section 45-10.2-65 and sections 45-10.2-94 through 45-10.2-106,
- 8           any transferable interest owned by the person in the capacity as a limited
- 9           partner immediately before dissociation is owned by the person as a mere
- 10           transferee.
- 11          2. The dissociation of a person as a limited partner does not of itself discharge the
- 12           person from any obligation to the limited partnership or the other partners which
- 13           the person incurred while a limited partner.

14           **45-10.2-57. (603) Dissociation as general partner.** A person is dissociated from a

15 limited partnership as a general partner upon the occurrence of any of the following events:

- 16          1. The limited partnership having notice of the express will of a person to withdraw as
- 17           a general partner or on a later date specified by the person;
- 18          2. An event agreed to in the partnership agreement as causing the dissociation of a
- 19           person as a general partner;
- 20          3. The expulsion of a person as a general partner pursuant to the partnership
- 21           agreement;
- 22          4. The expulsion of a person as a general partner by the unanimous consent of the
- 23           other partners if;
- 24           a. It is unlawful to carry on the activities of the limited partnership with the
- 25           person as a general partner;
- 26           b. There has been a transfer of all or substantially all of the transferable interest
- 27           of a person in the limited partnership, other than a transfer for security
- 28           purposes, or a court order charging the interest of a person, which has not
- 29           been foreclosed;
- 30           c. The person is a corporation and, within ninety days after the limited
- 31           partnership notifies the person that it will be expelled as a general partner

- 1                   because it filed a certificate of dissolution or the equivalent, its charter has  
2                   been revoked, or its right to conduct business has been suspended by the  
3                   jurisdiction of its incorporation, there is no revocation of the certificate of  
4                   dissolution or no reinstatement of its charter or its right to conduct business;  
5                   or  
6                   d. The person is a limited liability company or partnership that has been  
7                   dissolved and whose business is being wound up;  
8                   5. On application by the limited partnership, the expulsion of a person as a general  
9                   partner by judicial determination because:  
10                  a. The person engaged in wrongful conduct that adversely and materially  
11                  affected the limited partnership activities;  
12                  b. The person willfully or persistently committed a material breach of the  
13                  partnership agreement or of a duty owed to the partnership or the other  
14                  partners under section 45-10.2-44; or  
15                  c. The person engaged in conduct relating to the activities of the limited  
16                  partnership which makes it not reasonably practicable to carry on the  
17                  activities of the limited partnership with the person as a general partner;  
18                  6. The person:  
19                  a. Becoming a debtor in bankruptcy;  
20                  b. Executing an assignment for the benefit of creditors;  
21                  c. Seeking, consenting to, or acquiescing in the appointment of a trustee,  
22                  receiver, or liquidator of the person or of all or substantially all of the property  
23                  of the person; or  
24                  d. Failing, within ninety days after the appointment, to have vacated or stayed  
25                  the appointment of a trustee, receiver, or liquidator of the general partner or of  
26                  all or substantially all of the property of the person obtained without the  
27                  consent or acquiescence of the person, or failing within ninety days after the  
28                  expiration of a stay to have the appointment vacated;  
29                  7. In the case of a person who is an individual:  
30                  a. The death of the person;  
31                  b. The appointment of a guardian or general conservator for the person; or

- 1           c. A judicial determination that the person has otherwise become incapable of  
2                     performing the duties as a general partner under the partnership agreement;
- 3           8. In the case of a person that is a trust or is acting as a general partner by virtue of  
4                     being a trustee of a trust, distribution of the entire transferable interest of the trust  
5                     in the limited partnership, but not merely by reason of the substitution of a  
6                     successor trustee;
- 7           9. In the case of a person that is an estate or is acting as a general partner by virtue  
8                     of being a personal representative of an estate, distribution of the entire  
9                     transferable interest of the estate in the limited partnership, but not merely by  
10                    reason of the substitution of a successor personal representative;
- 11          10. Termination of a general partner that is not an individual, partnership, limited  
12                    liability company, corporation, trust, or estate; or
- 13          11. The participation of the limited partnership in a conversion or merger under  
14                    sections 45-10.2-94 through 45-10.2-106, if the limited partnership:
- 15                a. Is not the converted or surviving organization; or
- 16                b. Is the converted or surviving organization but, as a result of the conversion or  
17                    merger, the person ceases to be a general partner.

18           **45-10.2-58. (604) Power of a person to dissociate as a general partner - Wrongful**  
19 **dissociation.**

- 20          1. A person has the power to dissociate as a general partner at any time, rightfully or  
21                    wrongfully, by express will pursuant to subsection 1 of section 45-10.2-57.
- 22          2. The dissociation of a person as a general partner is wrongful only if:
- 23                a. It is in breach of an express provision of the partnership agreement; or
- 24                b. It occurs before the termination of the limited partnership and:
- 25                    (1) The person withdraws as a general partner by express will;
- 26                    (2) The person is expelled as a general partner by judicial determination  
27                        under subsection 5 of section 45-10.2-57;
- 28                    (3) The person is dissociated as a general partner by becoming a debtor in  
29                        bankruptcy; or
- 30                    (4) In the case of a person that is not an individual, trust other than a  
31                        business trust, or estate, the person is expelled or otherwise

1                   dissociated as a general partner because if willfully dissolved or  
2                   terminated.

3           3. A person that wrongfully dissociates as a general partner is liable to the limited  
4           partnership and, subject to section 45-10.2-89, to the other partners for damages  
5           caused by the dissociation. The liability is in addition to any other obligation of the  
6           general partner to the limited partnership or to the other partners.

7           **45-10.2-59. (605) Effect of dissociation as general partner.**

8           1. Upon the dissociation of a person as a general partner:

9           a. The right of the person to participate as a general partner in the management  
10           and conduct of the activities of the partnership terminates;

11           b. The duty of loyalty of the person as a general partner under subdivision c of  
12           subsection 2 of section 45-10.2-44 terminates;

13           c. The duty of loyalty of the person as a general partner under subdivisions a  
14           and b of subsection 2 of section 45-10.2-44 and duty of care under  
15           subsection 3 of section 45-10.2-44 continue only with regard to matters  
16           arising and events occurring before dissociation of the person as a general  
17           partner;

18           d. The person may sign and deliver to the secretary of state for filing a  
19           statement of dissociation pertaining to the person and, at the request of the  
20           limited partnership, shall sign an amendment to the certificate of limited  
21           partnership which states that the person has dissociated; and

22           e. Subject to section 45-10.2-65 and sections 45-10.2-94 through 45-10.2-106,  
23           any transferable interest owned by the person immediately before  
24           dissociation in the capacity as a general partner is owned by the person as a  
25           mere transferee.

26           2. The dissociation of a person as a general partner does not of itself discharge the  
27           person from any obligation to the limited partnership or the other partners which  
28           the person incurred while a general partner.

29           **45-10.2-60. (606) Power to bind and liability to limited partnership before**  
30           **dissolution of partnership of person dissociated as general partner.**

- 1           1. After a person is dissociated as a general partner and before the limited  
2           partnership is dissolved, or is converted or merged out of existence under sections  
3           45-10.2-94 through 45-10.2-106, the limited partnership is bound by an act of the  
4           person if:
- 5           a. The act would have bound the limited partnership under section 45-10.2-38  
6           before the dissociation; and
- 7           b. At the time the other party enters into the transaction:
- 8                 (1) Less than two years have passed since the dissociation; and  
9                 (2) The other party does not have notice of the dissociation and reasonably  
10                believes that the person is a general partner.
- 11          2. If a limited partnership is bound under subsection 1, then the person dissociated  
12          as a general partner which caused the limited partnership to be bound is liable:
- 13          a. To the limited partnership for any damage caused to the limited partnership  
14          arising from the obligation incurred under subsection 1; and
- 15          b. If a general partner or another person dissociated as a general partner is  
16          liable for the obligation, then to the general partner or other person for any  
17          damage caused to the general partner or other person arising from the  
18          liability.
- 19          **45-10.2-61. (607) Liability to other persons of person dissociated as general**  
20          **partner.**
- 21          1. The dissociation of a person as a general partner does not of itself discharge the  
22          liability of a person as a general partner for an obligation of the limited partnership  
23          incurred before dissociation. Except as otherwise provided in subsections 2 and 3,  
24          the person is not liable for an obligation of a limited partnership incurred after  
25          dissociation.
- 26          2. A person whose dissociation as a general partner resulted in a dissolution and  
27          winding up of the activities of the limited partnership is liable to the same extent as  
28          a general partner under section 45-10.2-40 on an obligation incurred by the limited  
29          partnership under section 45-10.2-70.
- 30          3. A person that has dissociated as a general partner but whose dissociation did not  
31          result in a dissolution and winding up of the activities of the limited partnership is

- 1            liable on a transaction entered into by the limited partnership after the dissociation  
2            only if:  
3            a. A general partner would be liable on the transaction; and  
4            b. At the time the other party enters into the transaction:  
5                (1) Less than two years have passed since the dissociation; and  
6                (2) The other party does not have notice of the dissociation and reasonably  
7                        believes that the person is a general partner.  
8            4. By agreement with a creditor of a limited partnership and the limited partnership, a  
9                person dissociated as a general partner may be released from liability for an  
10                obligation of the limited partnership.  
11            5. A person dissociated as a general partner is released from liability for an obligation  
12                of the limited partnership if the creditor of the limited partnership, with notice of the  
13                dissociation of the person as a general partner but without the consent of the  
14                person, agrees to a material alteration in the nature or time of payment of the  
15                obligation.

16            **45-10.2-62. (701) Transferable interest of a partner.** The only interest of a partner  
17 that is transferable is the transferable interest of the partner. A transferable interest is personal  
18 property.

19            **45-10.2-63. (702) Transfer of the transferable interest of a partner.**

- 20            1. A transfer, in whole or in part, of the transferable interest of a partner:  
21                a. Is permissible;  
22                b. Does not by itself cause the dissociation of a partner or a dissolution and  
23                        winding up of the activities of the limited partnership; and  
24                c. Does not, as against the other partners or the limited partnership, entitle the  
25                        transferee:  
26                        (1) To participate in the management or conduct of the activities of the  
27                                limited partnership;  
28                        (2) To require access to information concerning the transactions of the  
29                                limited partnership except as otherwise provided in subsection 3; or  
30                        (3) To inspect or copy the required information or the other records of the  
31                                limited partnership.

- 1           2. A transferee has a right to receive, in accordance with the transfer:
- 2           a. Distributions to which the transferor would otherwise be entitled; and
- 3           b. Upon the dissolution and winding up of the activities of the limited partnership
- 4                 the net amount otherwise distributable to the transferor.
- 5           3. In a dissolution and winding up, a transferee is entitled to an account of the
- 6                 transactions of the limited partnership only from the date of dissolution.
- 7           4. Upon transfer, the transferor retains the rights of a partner other than the interest in
- 8                 distributions transferred and retains all duties and obligations of a partner.
- 9           5. A limited partnership need not give effect to the rights of a transferee under this
- 10                 section until the limited partnership has notice of the transfer.
- 11           6. A transfer of the transferable interest of a partner in the limited partnership in
- 12                 violation of a restriction on transfer contained in the partnership agreement is
- 13                 ineffective as to a person having notice of the restriction at the time of transfer.
- 14           7. A transferee that becomes a partner with respect to a transferable interest is liable
- 15                 for the obligations of the transferor under sections 45-10.2-47 and 45-10.2-54.
- 16                 However, the transferee is not obligated for liabilities unknown to the transferee at
- 17                 the time the transferee became a partner.

18           **45-10.2-64. (703) Rights of creditor of partner or transferee.**

- 19           1. On application to a court of competent jurisdiction by any judgment creditor of a
- 20                 partner or transferee, the court may charge the transferable interest of the
- 21                 judgment debtor with payment of the unsatisfied amount of the judgment with
- 22                 interest. To the extent so charged, the judgment creditor has only the rights of a
- 23                 transferee. The court may appoint a receiver of the share of the distributions due
- 24                 or to become due to the judgment debtor in respect of the partnership and make all
- 25                 other orders, directions, accounts, and inquiries the judgment debtor might have
- 26                 made or which the circumstances of the case may require to give effect to the
- 27                 charging order.
- 28           2. A charging order constitutes a lien on the transferable interest of the judgment
- 29                 debtor. The court may order a foreclosure upon the interest subject to the
- 30                 charging order at any time. The purchaser at the foreclosure sale has the rights of
- 31                 a transferee.



- 1           3. At any time before foreclosure, an interest charged may be redeemed:  
2           a. By the judgment debtor;  
3           b. With property other than limited partnership property, by one or more of the  
4           other partners; or  
5           c. With limited partnership property, by the limited partnership with the consent  
6           of all partners whose interests are not so charged.  
7           4. This chapter does not deprive any partner or transferee of the benefit of any  
8           exemption laws applicable to the transferable interest of the partner or transferee.  
9           5. This section provides the exclusive remedy by which a judgment creditor of a  
10          partner or transferee may satisfy a judgment out of the transferable interest of the  
11          judgment debtor.

12           **45-10.2-65. (704) Power of estate of deceased partner.** If a partner dies, then the  
13 personal representative or other legal representative of the deceased partner may exercise the  
14 rights of a transferee as provided in section 45-10.2-63 and, for the purposes of settling the  
15 estate, may exercise the rights of a current limited partner under section 45-10.2-34.

16           **45-10.2-66. (801) Nonjudicial dissolution.** Except as otherwise provided in section  
17 45-10.2-67, a limited partnership is dissolved, and its activities must be wound up, only upon  
18 the occurrence of any of the following:

- 19           1. The happening of an event specified in the partnership agreement;  
20           2. The consent of all general partners and of limited partners owning a majority of the  
21           rights to receive distributions as limited partners at the time the consent is to be  
22           effective;  
23           3. After the dissociation of a person as a general partner:  
24           a. If the limited partnership has at least one remaining general partner, then the  
25           consent to dissolve the limited partnership given within ninety days after the  
26           dissociation by partners owning a majority of the rights to receive distributions  
27           as partners at the time the consent is to be effective; or  
28           b. If the limited partnership does not have a remaining general partner, then the  
29           passage of ninety days after the dissociation unless before the end of the  
30           period:

1                   (1) Consent to continue the activities of the limited partnership and admit at  
2                   least one general partner is given by limited partners owning a majority  
3                   of the rights to receive distributions as limited partners at the time the  
4                   consent is to be effective; and

5                   (2) At least one person is admitted as a general partner in accordance with  
6                   the consent;

7                   4. The passage of ninety days after the dissociation of the last limited partner of the  
8                   limited partnership, unless before the end of the period the limited partnership  
9                   admits at least one limited partner; or

10                  5. The issuing and filing of a notice of dissolution by the secretary of state under  
11                  subsection 5 of section 45-10.2-108.

12                  **45-10.2-67. (802) Judicial dissolution.** On application by a partner the district court  
13 may order dissolution of a limited partnership if it is not reasonably practicable to carry on the  
14 activities of the limited partnership in conformity with the partnership agreement.

15                  **45-10.2-68. (803) Winding up.**

16                  1. A limited partnership continues after dissolution only for the purpose of winding up  
17                  its activities.

18                  2. In winding up its activities, the limited partnership:

19                  a. May:

20                         (1) Amend its certificate of limited partnership to state that the limited  
21                         partnership is dissolved;

22                         (2) Preserve the limited partnership business or property as a going  
23                         concern for a reasonable time;

24                         (3) Prosecute and defend actions and proceedings, whether civil, criminal,  
25                         or administrative;

26                         (4) Transfer the property of the limited partnership;

27                         (5) Settle disputes by mediation or arbitration;

28                         (6) File a statement of termination as provided in section 45-10.2-69; and

29                         (7) Perform other necessary acts; and

30                  b. Shall:

31                         (1) Discharge the liabilities of the limited partnership;

- 1                   (2) Settle and close the activities of the limited partnership; and
- 2                   (3) Marshall and distribute the assets of the partnership.
- 3           3. If a dissolved limited partnership does not have a general partner, then a person to  
4 wind up the activities of the dissolved limited partnership may be appointed by the  
5 consent of limited partners owning a majority of the rights to receive distributions  
6 as limited partners at the time the consent is to be effective. A person appointed  
7 under this subsection:
- 8           a. Has the powers of a general partner under section 45-10.2-70; and
- 9           b. Shall promptly amend the certificate of limited partnership to state:
- 10                 (1) That the limited partnership does not have a general partner;
- 11                 (2) The name of the person that has been appointed to wind up the limited  
12 partnership; and
- 13                 (3) The street and mailing address of the person.
- 14           4. On the application of any partner, the district court may order judicial supervision of  
15 the winding up, including the appointment of a person to wind up the activities of  
16 the dissolved limited partnership, if:
- 17           a. A limited partnership does not have a general partner and within a reasonable  
18 time following the dissolution no person has been appointed pursuant to  
19 subsection 3; or
- 20           b. The applicant establishes other good cause.

21           **45-10.2-69. (203) Statement of termination.** A dissolved limited partnership that has  
22 completed winding up may deliver to the secretary of state for filing a statement of termination  
23 that states:

- 24           1. The name of the limited partnership; and
- 25           2. Any other information as determined by the general partners filing the statement or  
26 by a person appointed pursuant to subsection 3 or 4 of section 45-10.2-68.

27           **45-10.2-70. (804) Power of general partner and person dissociated as general**  
28 **partner to bind partnership after dissolution.**

- 29           1. A limited partnership is bound by an act of a general partner after dissolution  
30 which:
- 31           a. Is appropriate for winding up the activities of a limited partnership; or

- 1           b. Would have bound the limited partnership under section 45-10.2-38 before  
2           dissolution, if, at the time the other party enters into the transaction, the other  
3           party does not have notice of the dissolution.
- 4           2. A person dissociated as a general partner binds a limited partnership through an  
5           act occurring after dissolution if:
- 6           a. At the time the other party enters into the transaction:
- 7               (1) Less than two years have passed since the dissociation; and  
8               (2) The other party does not have notice of the dissociation and reasonably  
9               believes that the person is a general partner; and
- 10          b. The act:
- 11               (1) Is appropriate for winding up the activities of the limited partnership; or  
12               (2) Would have bound the limited partnership under section 45-10.2-38  
13               before dissolution and at the time the other party enters into the  
14               transaction the other party does not have notice of the dissolution.

15           **45-10.2-71. (805) Liability after dissolution of general partner and person**  
16           **dissociated as general partner to limited partnership, other general partners, and**  
17           **persons dissociated as general partner.**

- 18          1. If a general partner having knowledge of the dissolution causes a limited  
19          partnership to incur an obligation under subsection 1 of section 45-10.2-70 by an  
20          act that is not appropriate for winding up the activities of the partnership, then the  
21          general partner is liable:
- 22               a. To the limited partnership for any damage caused to the limited partnership  
23               arising from the obligation; and
- 24               b. If another general partner or a person dissociated as a general partner is  
25               liable for the obligation, then to that other general partner or person for any  
26               damage caused to that other general partner or person arising from the  
27               liability.
- 28          2. If a person dissociated as a general partner causes a limited partnership to incur  
29          an obligation under subsection 2 of section 45-10.2-70, then the person is liable:
- 30               a. To the limited partnership for any damage caused to the limited partnership  
31               arising from the obligation; and

- 1            b. If a general partner or another person dissociated as a general partner is  
2            liable for the obligation, then to the general partner or other person for any  
3            damage caused to the general partner or other person arising from the  
4            liability.

5            **45-10.2-72. (806) Known claims against dissolved limited partnership.**

- 6            1. A dissolved limited partnership may dispose of the known claims against it by  
7            following the procedure described in subsection 2.
- 8            2. A dissolved limited partnership may notify its known claimants of the dissolution in  
9            a record. The notice must:
- 10           a. Specify the information required to be included in a claim;  
11           b. Provide a mailing address to which the claim is to be sent;  
12           c. State the deadline for receipt of the claim, which may not be less than one  
13           hundred twenty days after the date the notice is received by the claimant;  
14           d. State that the claim will be barred if not received by the deadline; and  
15           e. Unless the limited partnership has been at each moment during its existence  
16           a limited liability limited partnership, state that the barring of a claim against  
17           the limited partnership will also bar any corresponding claim against any  
18           general partner or person dissociated as a general partner which is based on  
19           section 45-10.2-40.
- 20           3. A claim against a dissolved limited partnership is barred if the requirements of  
21           subsection 2 are met and:
- 22           a. The claim is not received by the specified deadline; or  
23           b. In the case of a claim that is timely received but rejected by the dissolved  
24           limited partnership, the claimant does not commence an action to enforce the  
25           claim against the limited partnership within ninety days after the receipt of the  
26           notice of the rejection.
- 27           4. This section does not apply to a claim based on an event occurring after the  
28           effective date of dissolution or a liability that is contingent on that date.

29           **45-10.2-73. (807) Other claims against dissolved limited partnerships.**

- 1           1. A dissolved limited partnership may publish notice of its dissolution and request  
2                   persons having claims against the limited partnership to present them in  
3                   accordance with the notice.
- 4           2. The notice must:
  - 5           a. Be published at least once in a newspaper of general circulation in the county  
6                   in which the principal executive office of the dissolved limited partnership is  
7                   located or, if it has none in this state, in the county in which the principal  
8                   executive office of the limited partnership is or was last located;
  - 9           b. Describe the information required to be contained in a claim and provide a  
10                   mailing address to which the claim is to be sent;
  - 11           c. State that a claim against the limited partnership is barred unless an action to  
12                   enforce the claim is commenced within five years after publication of the  
13                   notice; and
  - 14           d. Unless the limited partnership has been at each moment during its existence  
15                   a limited liability limited partnership under chapter 45-23, state that the barring  
16                   of a claim against the limited partnership will also bar any corresponding  
17                   claim against any general partner or person dissociated as a general partner  
18                   which is based on section 45-10.2-40.
- 19           3. If a dissolved limited partnership publishes a notice in accordance with  
20                   subsection 2, then the claim of each of the following claimants is barred unless the  
21                   claimant commences an action to enforce the claim against the dissolved limited  
22                   partnership within five years after the publication date of the notice:
  - 23           a. A claimant that did not receive notice in a record under section 45-10.2-72;
  - 24           b. A claimant whose claim was timely sent to the dissolved limited partnership  
25                   but not acted on; and
  - 26           c. A claimant whose claim is contingent or based on an event occurring after the  
27                   effective date of dissolution.
- 28           4. A claim not barred under this section may be enforced:
  - 29           a. Against the dissolved limited partnership, to the extent of its undistributed  
30                   assets;

- 1            b. If the assets have been distributed in liquidation, then against a partner or  
2            transferee to the extent of the proportionate share of the claim of that person  
3            or the assets of the limited partnership distributed to the partner or transferee  
4            in liquidation, whichever is less, but the total liability of a person for all claims  
5            under this paragraph does not exceed the total amount of assets distributed  
6            to the person as part of the winding up of the dissolved limited partnership; or  
7            c. Against any person liable on the claim under section 45-10.2-40.

8            **45-10.2-74. (808) Liability of general partner and person dissociated as general**  
9            **partner when claim against limited partnership barred.** If a claim against a dissolved  
10           limited partnership is barred under section 45-10.2-72 or 45-10.2-73, then any corresponding  
11           claim under section 45-10.2-40 is also barred.

12           **45-10.2-75. (812) Disposition of assets - When contributions required.**

- 13           1. In winding up the activities of a limited partnership, the assets of the limited  
14           partnership, including the contributions required by this section, must be applied to  
15           satisfy the obligations to creditors of the limited partnership, including, to the extent  
16           permitted by law, partners that are creditors.  
17           2. Any surplus remaining after the limited partnership complies with subsection 1  
18           must be paid in cash as a distribution.  
19           3. If assets of a limited partnership are insufficient to satisfy all of its obligations under  
20           subsection 1, then with respect to each unsatisfied obligation incurred when the  
21           limited partnership was not a limited liability limited partnership under chapter  
22           45-23, the following rules apply:  
23           a. Each person that was a general partner when the obligation was incurred and  
24           that has not been released from the obligation under section 45-10.2-61 shall  
25           contribute to the limited partnership for the purpose of enabling the limited  
26           partnership to satisfy the obligation. The contribution due from each of those  
27           persons is in proportion to the right to receive distributions in the capacity of  
28           general partner in effect for each of those persons when the obligation was  
29           incurred.  
30           b. If a person does not contribute the full amount required under subdivision a  
31           with respect to an unsatisfied obligation of the limited partnership, then the

1                   other persons required to contribute by subdivision a on account of the  
2                   obligation shall contribute the additional amount necessary to discharge the  
3                   obligation. The additional contribution due from each of those other persons  
4                   is in proportion to the right to receive distributions in the capacity of general  
5                   partner in effect for each of those other persons when the obligation was  
6                   incurred.

7                   c. If a person does not make the additional contribution required by  
8                   subdivision b, then further additional contributions are determined and due in  
9                   the same manner as provided in subdivision b.

10                  4. A person that makes an additional contribution under subdivision b or c of  
11                  subsection 3 may recover from any person whose failure to contribute under  
12                  subdivision a or b of subsection 3 necessitated the additional contribution.

13                  a. A person may not recover under this subsection more than the amount  
14                  additionally contributed.

15                  b. The liability of a person under this subsection may not exceed the amount the  
16                  person failed to contribute.

17                  5. The estate of a deceased individual is liable for the obligations of the person under  
18                  this section.

19                  6. An assignee for the benefit of creditors of a limited partnership or a partner, or a  
20                  person appointed by a court to represent creditors of a limited partnership or a  
21                  partner, may enforce the obligation to contribute by a person under subsection 3.

22                  **45-10.2-76. (901) Foreign limited partnership - Governing law.**

23                  1. The laws of the state or other jurisdiction under which a foreign limited partnership  
24                  is organized govern relations among the partners of the foreign limited partnership  
25                  and between the partners and the foreign limited partnership and the liability of  
26                  partners as partners for an obligation of the foreign limited partnership.

27                  2. A foreign limited partnership may not be denied a certificate of authority by reason  
28                  of any difference between the laws of the jurisdiction under which the foreign  
29                  limited partnership is organized and the laws of this state.



- 1           3. A certificate of authority does not authorize a foreign limited partnership to engage  
2                   in any business or exercise any power that a limited partnership may not engage in  
3                   or exercise in this state.

4           **45-10.2-77. (905) Foreign limited partnership - Name.**

- 5           1. A foreign limited partnership whose name does not comply with section 45-10.2-10  
6                   may not obtain a certificate of authority until it adopts, for the purpose of  
7                   transacting business in this state, an alternate name that complies with section  
8                   45-10.2-10. A foreign limited partnership that adopts an alternate name under this  
9                   subsection and then obtains a certificate of authority with the name shall comply  
10                  with chapter 45-11. After obtaining a certificate of authority with an alternate  
11                  name, a foreign limited partnership shall transact business in this state under the  
12                  alternate name unless the foreign limited partnership is authorized under section  
13                  45-10.2-10 to transact business in this state under another name.
- 14          2. If a foreign limited partnership authorized to transact business in this state changes  
15                  its name to one that does not comply with section 45-10.2-10, then it may not  
16                  thereafter transact business in this state until it complies with subsection 1 and  
17                  obtains an amended certificate of authority.

18           **45-10.2-78. Foreign limited partnership - Admission of foreign limited**  
19 **partnership - Transacting business - Obtaining licenses and permits.** A foreign limited  
20 partnership may not:

- 21          1. Transact business in this state or obtain any license or permit required by this state  
22                  until the foreign limited partnership obtains a certificate of authority from the  
23                  secretary of state.
- 24          2. Transact in this state any business that is prohibited to a limited partnership  
25                  organized under this chapter.
- 26          3. Be denied a certificate of authority because the laws of the jurisdiction of origin of  
27                  the foreign limited partnership differ from the laws of this state.

28           **45-10.2-79. (902) Foreign limited partnership - Application for certificate of**  
29 **authority.**

- 1           1. A foreign limited partnership may apply for a certificate of authority to transact  
2           business or conduct activities in this state by delivering an application to the  
3           secretary of state for filing. The application must state:
- 4           a. The name of the foreign limited partnership and, if the name does not comply  
5           with section 45-10.2-10, then an alternate name adopted pursuant to  
6           subsection 1 of section 45-10.2-77;
- 7           b. The name of the state or other jurisdiction under whose law the foreign limited  
8           partnership is organized;
- 9           c. The general character of the business the foreign limited partnership  
10          proposes to transact in this state;
- 11          d. The street and mailing address of the principal executive office of the foreign  
12          limited partnership;
- 13          e. The name, street address, and mailing address in this state of the initial  
14          registered agent of the foreign limited partnership;
- 15          f. The name, street address, and mailing address of each general partner of the  
16          foreign limited partnership; and
- 17          g. Whether the foreign limited partnership is a foreign limited liability limited  
18          partnership.
- 19          2. A foreign limited partnership shall deliver with the completed application:
- 20          a. A certificate of existence or a record of similar import signed by the secretary  
21          of state or other official having custody of the publicly filed records of the  
22          foreign limited partnership in the state or other jurisdiction under whose law  
23          the foreign limited partnership is organized; and
- 24          b. Proof of the consent of the registered agent to serve in the capacity of  
25          registered agent.

26           **45-10.2-80. (904) Foreign limited partnership - Filing of certificate of authority**

27 **application.** If the secretary of state finds an application for a certificate of authority conforms  
28 to law and all fees have been paid, then the secretary of state shall:

- 29           1. Endorse on the application the word "filed" and the date of filing; and
- 30           2. File the application, the certificate of good standing or certificate of existence, and  
31           the consent of the registered agent.

1           **45-10.2-81. Foreign limited partnership - Amendments to the certificate of**  
2 **authority.** If any statement in the application for a certificate of authority by a foreign limited  
3 partnership is false when made or becomes false due to changed circumstances, or if the  
4 foreign limited partnership changes its name or purposes sought in this state, then the foreign  
5 limited partnership shall file with the secretary of state an application for an amended certificate  
6 of authority signed by an authorized person correcting the statement and, in the case of a  
7 change in the name of the foreign limited partnership, a certificate to that effect authenticated  
8 by the proper officer of the jurisdiction under the laws of which the foreign limited partnership is  
9 organized.

- 10           1. In the case of a dissolution, a foreign limited partnership need not file an  
11 application for an amended certificate of authority but shall promptly file with the  
12 secretary of state a certificate to that effect authenticated by the proper officer of  
13 the jurisdiction under the laws of which the foreign limited partnership is organized.
- 14           2. A foreign limited partnership that changes its name and applies for an amended  
15 certificate of authority and which is the owner of a trademark or trade name, is a  
16 general partner named in a fictitious name certificate, is a general partner in  
17 another limited partnership or limited liability limited partnership, or is a managing  
18 partner in a limited liability partnership that is on file with the secretary of state,  
19 shall change the name of the foreign limited partnership in each of the foregoing  
20 registrations that is applicable when the foreign limited partnership files an  
21 application for an amended certificate of authority.
- 22           3. A foreign limited partnership shall report any change of address of the principal  
23 executive office to the secretary of state and need not file an application for  
24 amended certificate of authority.

25           **45-10.2-82. Foreign limited partnership - Registered agent - Registered office -**  
26 **Certain reports.** A foreign limited partnership authorized to transact business in this state  
27 shall:

- 28           1. Establish and continuously maintain a registered office in the same manner as  
29 provided in section 45-10.2-17;
- 30           2. Appoint and continuously maintain a registered agent in the same manner as  
31 provided in section 45-10.2-17; and

1           3.   File a report upon any change in the address of its registered office or in the name  
2                   or address of its registered agent in the same manner as provided in section  
3                   45-10.2-18.

4           **45-10.2-83. Foreign limited partnership - Merger of foreign limited partnership**  
5 **authorized to transact business in this state.** If a foreign limited partnership authorized to  
6 transact business in this state is a party to a statutory merger permitted by the laws of the  
7 jurisdiction under which the foreign limited partnership is organized, and the foreign limited  
8 partnership is not the surviving organization, then the surviving organization shall, within thirty  
9 days after the merger becomes effective, file with the secretary of state a certified statement of  
10 merger duly authenticated by the proper officer of the state or country where the statutory  
11 merger was effected. Any foreign organization that is the surviving organization in a merger  
12 and which will continue to transact business in this state shall procure a certificate of authority if  
13 not previously authorized to transact business.

14           **45-10.2-84. Foreign limited partnership - Conversion of foreign limited**  
15 **partnership authorized to transact business in this state.** If a foreign limited partnership  
16 authorized to transact business in this state converts to another organization permitted by the  
17 laws of the jurisdiction under which the foreign limited partnership is organized, then the newly  
18 created organization resulting from the conversion shall, within thirty days after the conversion  
19 becomes effective, file with the secretary of state a certified statement of conversion duly  
20 authenticated by the proper officer of the jurisdiction in which the statutory conversion was  
21 effected. Any foreign organization that is the converted organization in a conversion and which  
22 will continue to transact business in this state shall obtain a certificate of authority or applicable  
23 registration in accordance with the North Dakota laws applicable to the converted organization.

24           **45-10.2-85. Foreign limited partnership - Cancellation of certificate of authority -**  
25 **Effect of failure to have certificate.**

26           1.   In order to cancel its certificate of authority to transact business in this state, a  
27                   foreign limited partnership must deliver to the secretary of state for filing a notice of  
28                   cancellation. The certificate is canceled when the notice becomes effective under  
29                   section 45-10.2-27.

- 1           2. A foreign limited partnership transacting business in this state may not maintain an  
2           action or proceeding in this state unless it has a certificate of authority to transact  
3           business in this state.
- 4           3. The failure of a foreign limited partnership to have a certificate of authority to  
5           transact business in this state does not impair the validity of a contract or act of the  
6           foreign limited partnership or prevent the foreign limited partnership from defending  
7           an action or proceeding in this state.
- 8           4. A partner of a foreign limited partnership is not liable for the obligations of the  
9           foreign limited partnership solely by reason that the foreign limited partnership has  
10          transacted business in this state without a certificate of authority.
- 11          5. If a foreign limited partnership transacts business in this state without a certificate  
12          or authority or cancels its certificate of authority, then it appoints the secretary of  
13          state as its agent for service of process for rights of action arising out of the  
14          transaction of business in this state.
- 15          6. A foreign limited partnership that transacts business in this state without a  
16          certificate of authority is liable to the state for the years or parts of years during  
17          which the foreign limited partnership transacted business in this state without the  
18          certificate of authority in an amount equal to all fees that would have been imposed  
19          by this chapter upon that foreign limited partnership had the foreign limited  
20          partnership duly obtained a certificate of authority, filed all reports required by this  
21          chapter, and paid all penalties imposed by this chapter. The attorney general shall  
22          bring proceedings to recover all amounts due this state under this section.
- 23          7. A foreign limited partnership that transacts business in this state without a  
24          certificate of authority is subject to a civil penalty, payable to the state, not to  
25          exceed five thousand dollars. Each general partner and each agent who  
26          authorizes, directs, or participates in the transaction of business in this state on  
27          behalf of a foreign limited partnership that has not obtained a certificate of authority  
28          is subject to a civil penalty, payable to the state, not to exceed one thousand  
29          dollars.
- 30          8. The civil penalties set forth in subsection 7 may be recovered in an action brought  
31          within the district court of Burleigh County by the attorney general. Upon a finding

1           by the court that a foreign limited partnership or any of the general partners or  
2           agents of the foreign limited partnership have transacted business in this state in  
3           violation of this chapter, the court shall issue, in addition to the imposition of a civil  
4           penalty, an injunction restraining the further transaction of the business of the  
5           foreign limited partnership and further exercise of any rights and privileges by the  
6           foreign limited partnership in this state. The foreign limited partnership must be  
7           enjoined from transacting business in this state until all civil penalties plus any  
8           interest and court costs that the court may assess have been paid and until the  
9           foreign limited partnership has otherwise complied with the provisions of this  
10          chapter.

11           **45-10.2-86. (903) Foreign limited partnership - Activities not constituting**  
12 **transacting business.**

- 13           1. Activities of a foreign limited partnership which do not constitute transacting  
14           business in this state within the meaning of this chapter include:
- 15           a. Maintaining, defending, and settling an action or proceeding;
  - 16           b. Holding a meeting of its partners or carrying on any other activity concerning  
17           its internal affairs;
  - 18           c. Maintaining accounts in financial institutions;
  - 19           d. Maintaining offices or agencies for the transfer, exchange, and registration of  
20           the securities of the foreign limited partnership or maintaining trustees or  
21           depositories with respect to those securities;
  - 22           e. Selling through independent contractors;
  - 23           f. Soliciting or obtaining orders, whether by mail or electronic means or through  
24           employees or agents or otherwise, if the orders require acceptance outside  
25           this state before they become contracts;
  - 26           g. Creating or acquiring indebtedness, mortgages, or security interests in real or  
27           personal property;
  - 28           h. Securing or collecting debts or enforcing mortgages or other security interests  
29           in property securing the debts, and holding, protecting, and maintaining  
30           property so acquired;

- 1           i. Conducting an isolated transaction that is completed within thirty days and is  
2                     not one in the course of similar transactions of a like manner; and  
3           j. Transacting business in interstate commerce.  
4           2. For purposes of this section, the ownership in this state of income-producing real  
5                     property or tangible personal property, other than property excluded under  
6                     subsection 1, constitutes transacting business in this state.  
7           3. This section does not apply in determining the contacts or activities that may  
8                     subject a foreign limited partnership to service of process, taxation, or regulation  
9                     under any other law of this state.

10           **45-10.2-87. Foreign limited partnership - Revocation of certificate of authority.**

- 11           1. The certificate of authority of a foreign limited partnership to transact business in  
12                     this state may be revoked by the secretary of state upon the occurrence of either  
13                     of these events:  
14           a. The foreign limited partnership has failed to:  
15                     (1) Maintain a registered office as required by this chapter;  
16                     (2) Maintain the registration of a general partner as required in section  
17                             45-10.2-16;  
18                     (3) File a report upon any change in the address of its principal executive  
19                             office;  
20                     (4) Appoint and maintain a registered agent as required by this chapter;  
21                     (5) File a report upon any change in the name or business address of the  
22                             registered agent; or  
23                     (6) File in the office of the secretary of state any amendment to its  
24                             application for certificate of authority as specified in section 45-10.2-81;  
25                             or  
26           b. A misrepresentation has been made of any material matter in an application,  
27                     report, affidavit, or other record submitted by the foreign limited partnership  
28                     pursuant to this chapter.  
29           2. Except for the annual report for which the certificate of authority may be revoked  
30                     as provided in section 45-10.2-108, no certificate of authority may be revoked by  
31                     the secretary of state unless:

- 1           a. The secretary has given the foreign limited partnership at least sixty days'  
2           notice by mail addressed to its registered office in this state or if the foreign  
3           limited partnership fails to appoint and maintain a registered agent in this  
4           state, addressed to its principal executive office; and
- 5           b. During the sixty-day period, the foreign limited partnership has failed to file  
6           the report of change regarding the registered office or the registered agent, to  
7           register a general partner as required by section 45-10.2-16, to file any  
8           amendment, or to correct the misrepresentation.
- 9           3. Upon the expiration of sixty days after the mailing of the notice:
- 10           a. The authority of the foreign limited partnership to transact business in this  
11           state ceases; and
- 12           b. The secretary of state shall issue a notice of revocation and shall mail the  
13           notice to the registered office of the foreign limited partnership, or if the  
14           foreign limited partnership has failed to maintain a registered office, then to its  
15           principal executive office.

16           **45-10.2-88. (908) Foreign limited partnership - Action by attorney general.** The  
17 attorney general may maintain an action to restrain a foreign limited partnership from  
18 transacting business in this state in violation of this chapter.

19           **45-10.2-89. (1001) Direct action by partner.**

- 20           1. Subject to subsection 2, a partner may maintain a direct action against the limited  
21           partnership or another partner for legal or equitable relief, with or without an  
22           accounting to the activities of the partnership, to enforce the rights and otherwise  
23           protect the interests of the partner, including rights and interests under the  
24           partnership agreement of this chapter or arising independently of the partnership  
25           relationship.
- 26           2. A partner commencing a direct action under this section is required to plead and  
27           prove an actual or threatened injury that is not solely the result of an injury suffered  
28           or threatened to be suffered by the limited partnership.
- 29           3. The accrual of, and any time limitation on, a right of action for a remedy under this  
30           section is governed by other law. A right to an accounting upon a dissolution and  
31           winding up does not revive a claim barred by law.



1           **45-10.2-90. (1002) Derivative action.** A partner may maintain a derivative action to  
2 enforce a right of a limited partnership if:

- 3           1. The partner first makes a demand on the general partners, requesting that they  
4 cause the limited partnership to bring an action to enforce the right, and the  
5 general partners do not bring the action within a reasonable time; or  
6           2. A demand would be futile.

7           **45-10.2-91. (1003) Proper plaintiff.** A derivative action may be maintained only by a  
8 person that is a partner at the time the action is commenced and:

- 9           1. That was a partner when the conduct giving rise to the action occurred; or  
10           2. Whose status as a partner devolved upon the person by operation of law or  
11 pursuant to the terms of the partnership agreement from a person that was a  
12 partner at the time of the conduct.

13           **45-10.2-92. (1004) Pleading.** In a derivative action, the complaint must state with  
14 particularity:

- 15           1. The date and content of the demand of the plaintiff and the response to the  
16 demand by the general partners; or  
17           2. Why demand should be excused as futile.

18           **45-10.2-93. (1005) Proceeds and expenses.**

- 19           1. Except as otherwise provided in subsection 2:  
20           a. Any proceeds or other benefits of a derivative action, whether by judgment,  
21 compromise, or settlement, belong to the limited partnership and not to the  
22 derivative plaintiff; and  
23           b. If the derivative plaintiff receives any proceeds, then the derivative plaintiff  
24 shall immediately remit them to the limited partnership.  
25           2. If a derivative action is successful in whole or in part, then the court may award the  
26 plaintiff reasonable expenses, including reasonable fees for services of an  
27 attorney, from the recovery of the limited partnership.

28           **45-10.2-94. (1102) Conversion.**

- 29           1. An organization other than a limited partnership may convert to a limited  
30 partnership, and a limited partnership may convert to another organization other

- 1           than a general partnership pursuant to this section and sections 45-10.2-95  
2           through 45-10.2-99 and a plan of conversion, if:
- 3           a. The governing statute of the other organization authorizes the conversion;  
4           b. The conversion is not prohibited by the law of the jurisdiction that enacted the  
5           governing statute; and  
6           c. The other organization complies with its governing statute in effecting the  
7           conversion.
- 8           2. For the purposes of sections 45-10.2-94 through 45-10.2-99, unless the context  
9           clearly indicates a different meaning is intended:
- 10          a. "Certificate of creation" means:
- 11           (1) A certificate of incorporation, if the converted organization is a  
12           corporation deemed to be incorporated under chapter 10-19.1;  
13           (2) A certificate of organization, if the converted organization is a limited  
14           liability company deemed to be organized under chapter 10-32;  
15           (3) A certificate of limited partnership, if the converted organization is a  
16           limited partnership deemed to be formed under this chapter;  
17           (4) The filed registration if the converting organization is a limited liability  
18           partnership deemed to be established under chapter 45-22; or  
19           (5) A certificate of limited liability limited partnership, if the converted  
20           organization is a limited liability limited partnership deemed to be  
21           formed under chapter 45-23.
- 22          b. "Date of origin" means the date on which:
- 23           (1) A corporation that is:  
24           (a) The converting organization was incorporated; or  
25           (b) The converted organization is deemed to be incorporated;  
26           (2) A limited liability company that is:  
27           (a) The converting organization was organized; or  
28           (b) The converted organization is deemed to be organized;  
29           (3) A general partnership that is the converting organization was formed;  
30           (4) A limited partnership that is:  
31           (a) The converting organization was formed; or

- 1                   (b) The converted organization is deemed to be formed;  
2                   (5) A limited liability partnership that is:  
3                   (a) The converting organization was formed; or  
4                   (b) The converted organization is deemed to be formed; and  
5                   (6) A limited liability limited partnership that is:  
6                   (a) The converting organization was formed; or  
7                   (b) The converted organization is deemed to be formed.
- 8                   c. "Filed registration" means the registration of a limited liability partnership that  
9                   has been filed with the secretary of state.
- 10                  d. "General partnership" shall mean an organization formed under chapters  
11                  45-13 through 45-21.
- 12                  e. "Organizational records" means for an organization that is:  
13                  (1) A corporation, its articles of incorporation and bylaws;  
14                  (2) A limited liability company, its articles of organization, operating  
15                  agreement or bylaws, and any member control agreement;  
16                  (3) A limited partnership, its partnership agreement;  
17                  (4) A limited liability partnership, its partnership agreement; or  
18                  (5) A limited liability limited partnership, its partnership agreement.
- 19                  f. "Originating record" means for an organization that is:  
20                  (1) A corporation, its articles of incorporation;  
21                  (2) A limited liability company, its articles of organization;  
22                  (3) A limited partnership, its certificate of limited partnership;  
23                  (4) A limited liability partnership, its registration; or  
24                  (5) A limited liability limited partnership, its certificate of limited liability  
25                  limited partnership.
- 26                  **45-10.2-95. Plan of conversion.** A plan of conversion must be in a record and must  
27                  contain:
- 28                  1. The name and form of the converting organization before conversion;  
29                  2. The name and form of the converted organization after conversion;  
30                  3. The terms and conditions of the conversion;

- 1           4. The manner and basis for converting each ownership interest in the converting  
2                   organization into ownership interests in the converted organization, or in whole or  
3                   in part, into money or other property;  
4           5. The organizational records of the converted organization; and  
5           6. Any other provisions with respect to the proposed conversion that are deemed to  
6                   be necessary or desirable.

7           **45-10.2-96. Plan of conversion approval and amendment.**

- 8           1. If the converting organization is a limited partnership, then:  
9                   a. Subject to section 45-10.2-104, a plan of conversion must be consented to by  
10                   all of the partners of a converting limited partnership.  
11                   b. Subject to section 45-10.2-104 and any contractual rights, after a conversion  
12                   is approved, and at any time before the effective date of the plan, a  
13                   converting limited partnership may amend the planned conversion:  
14                           (1) As provided in the plan; and  
15                           (2) Except as provided otherwise by the plan, by the same consent as was  
16                                   required to approve the plan.  
17           2. If the converting organization is not a limited partnership, then the approval and the  
18                   amendment of the plan of conversion must comply with its governing statute in  
19                   effecting the conversion.

20           **45-10.2-97. Articles of conversion.**

- 21           1. Upon receiving the approval required by section 45-10.2-96, articles of conversion  
22                   must be prepared in a record that must contain:  
23                   a. A statement that the converting organization is being converted into another  
24                   organization, including:  
25                           (1) The name of the converting organization immediately before the filing  
26                           of the articles of conversion;  
27                           (2) The name to which the name of the converting organization is to be  
28                           changed, which must be a name that satisfies the laws applicable to  
29                           the converted organization;  
30                           (3) The form of organization that the converted organization will be; and  
31                           (4) The jurisdiction of the governing statute of the converted organization;

- 1            b. A statement that the plan of conversion has been approved by the converting  
2            organization as provided in section 45-10.2-96;
- 3            c. A statement that the plan of conversion has been approved as required by the  
4            governing statute of the converted organization;
- 5            d. The plan of conversion without the organizational records;
- 6            e. A copy of the originating record of the converted organization; and
- 7            f. If the converted organization is a foreign organization not authorized to  
8            transact business or conduct activities in this state, then the street and  
9            mailing address of an office which the secretary of state may use for the  
10           purposes of subsection 4 of section 45-10.2-99.
- 11         2. The articles of conversion must be signed on behalf of the converting organization  
12         and filed with the secretary of state.
- 13           a. If the converted organization is a domestic organization, then:
- 14                 (1) The filing of the articles of conversion must also include the filing with  
15                 the secretary of state of the originating record of the converted  
16                 organization.
- 17                 (2) Upon both the articles of conversion and the originating record of the  
18                 converted organization being filed with the secretary of state, the  
19                 secretary of state shall issue a certificate of conversion and the  
20                 appropriate certificate of creation to the converted organization or its  
21                 legal representative.
- 22           b. If the converted organization is a foreign organization:
- 23                 (1) That is transacting business or conducting activities in this state, then:
- 24                         (a) The filing of the articles of conversion must include the filing with  
25                         the secretary of state of an application for a certificate of  
26                         authority by the converted organization.
- 27                         (b) Upon both the articles of conversion and the application for a  
28                         certificate of authority by the converted organization being filed  
29                         with the secretary of state, the secretary of state shall issue a  
30                         certificate of conversion and the appropriate certificate of

1                                   authority to the converted organization or the legal  
2                                   representative.

3                   (2) That is not transacting business or conducting activities in this state,  
4                   then upon the articles of conversion being filed with the secretary of  
5                   state, the secretary of state shall issue a certificate of conversion to the  
6                   converted organization or its legal representative.

7           3. A converting organization that is the owner of a trademark or trade name, is a  
8           general partner named in a fictitious name certificate, or is a general partner in a  
9           limited partnership that is on file with the secretary of state must change or amend  
10           the name of the converting organization to the name of the converted organization  
11           in each registration when filing the articles of conversion.

12           **45-10.2-98. Abandonment of conversion.**

13           1. If the articles of conversion have not been filed with the secretary of state, and:

14           a. If the converting organization is a limited partnership, then subject to section  
15           45-10.2-104 and any contractual rights, after a conversion is approved, and at  
16           any time before the effective date of the plan, a converting limited partnership  
17           may abandon the planned conversion:

18           (1) As provided in the plan; and

19           (2) Except as provided otherwise by the plan, by the same consent as was  
20           required to approve the plan.

21           b. If the converting organization is not a limited partnership, then the  
22           abandonment of the plan of conversion must comply with its governing  
23           statute.

24           2. If articles of conversion have been filed with the secretary of state, but have not yet  
25           become effective, then the converting organization shall file with the secretary of  
26           state articles of abandonment that contain:

27           a. The name of the converting organization;

28           b. The provision of this section under which the plan is abandoned; and

29           c. If the plan is abandoned:

30           (1) By the consent of all of the partners, then the text of the resolution  
31           abandoning the plan; or

1                   (2) As provided in the plan, then a statement that the plan provides for  
2                                   abandonment and that all conditions for abandonment set forth in the  
3                                   plan are met.

4                   **45-10.2-99. Effective date of conversion - Effect.**

5                   1. A conversion is effective when the filing requirements of subsection 2 of section  
6                                   45-10.2-97 have been fulfilled or on a later date specified in the articles of  
7                                   conversion.

8                   2. With respect to the effect of conversion on the converting organization and on the  
9                                   converted organization:

10                   a. An organization that has been converted as provided in sections 45-10.2-94  
11                                   through 45-10.2-99 is for all purposes the same entity that existed before the  
12                                   conversion.

13                   b. Upon a conversion becoming effective:

14                                   (1) If the converted organization:

15   (a) Is a limited partnership, then the converted organization has all  
16   the rights, privileges, immunities, and powers, and is subject to  
17   all the duties and liabilities, of a limited partnership formed under  
18   this chapter; or

19   (b) Is not a limited partnership, then the converted organization has  
20   all the rights, privileges, immunities, and powers, and is subject  
21   to the duties and liabilities as provided in its governing statute;

22                                   (2) All property owned by the converting organization remains vested in the  
23                                   converted organization;

24                                   (3) All debts, liabilities, and other obligations of the converting organization  
25                                   continue as obligations of the converted organization;

26                                   (4) An action or proceeding pending by or against the converting  
27                                   organization may be continued as if the conversion had not occurred;

28                                   (5) Except as otherwise provided by other law, all rights, privileges,  
29                                   immunities, and powers of the converting organization remain vested in  
30                                   the converted organization;

1                   (6) Except as otherwise provided in the plan of conversion, the terms and  
2   conditions of the plan of conversion take effect; and

3                   (7) Except as otherwise agreed, the conversion does not dissolve a  
4   converting limited partnership for the purposes of sections 45-10.2-66  
5   through 45-10.2-75.

6           3. When a conversion becomes effective, each ownership interest in the converting  
7   organization is deemed to be converted into ownership interests in the converted  
8   organization or, in whole or in part, into money or other property to be received  
9   under the plan.

10          4. A converted organization that is a foreign organization consents to the jurisdiction  
11   of the courts of this state to enforce any obligations owed by the converting limited  
12   partnership, if before the conversion the converting limited partnership was subject  
13   to suit in this state on the obligation. A converted organization that is a foreign  
14   organization and not authorized to transact business or conduct activities in this  
15   state appoints the secretary of state as its agent for service of process for  
16   purposes of enforcing an obligation under this subsection.

17           **45-10.2-100. (1106) Merger.**

18          1. A limited partnership may merge with one or more other constituent organizations  
19   pursuant to this section and sections 45-10.2-101 through 45-10.2-103 and a plan  
20   of merger, if:

21                   a. The governing statute of each of the other organizations authorizes the  
22   merger;

23                   b. The merger is not prohibited by the law of a jurisdiction that enacted any of  
24   those governing statutes; and

25                   c. Each of the other organizations complies with its governing statute in effecting  
26   the merger.

27          2. For the purposes of sections 45-10.2-100 through 45-10.2-103, "originating record"  
28   means for an organization that is:

29                   a. A corporation, its articles of incorporation;

30                   b. A limited liability company, its articles of organization;

31                   c. A limited partnership, its certificate of limited partnership;



- 1           d. A limited liability partnership, its registration; and  
2           e. A limited liability limited partnership, its certificate of limited liability limited  
3           partnership.  
4        3. A plan of merger must be in a record and must include:  
5           a. The name and form of each constituent organization;  
6           b. The name and form of the surviving organization and:  
7                (1) If the surviving organization is to be created by the merger, then:  
8                    (a) A statement to that effect; and  
9                    (b) Its organizational record; or  
10               (2) If the surviving organization is not to be created by the merger, then  
11                   any amendments to be made to the organizational record of the  
12                   surviving organization;  
13           c. The terms and conditions of the merger;  
14           d. The manner and basis for converting the interests in each constituent  
15               organization into any combination of money, interests in the surviving  
16               organization, and other consideration; and  
17           e. Any other provisions with respect to the proposed merger that are deemed to  
18               be necessary or desirable.

19        **45-10.2-101. (1107) Plan of merger approval - Amendment and abandonment.**

- 20        1. Subject to section 45-10.2-104, a plan of merger must be consented to by all the  
21           partners of a constituent limited partnership.  
22        2. Subject to section 45-10.2-104 and any contractual rights, after a merger is  
23           approved, and at any time before a filing is made under section 45-10.2-102, a  
24           constituent limited partnership may amend the plan or abandon the planned  
25           merger:  
26               a. As provided in the plan; and  
27               b. Except as prohibited by the plan, with the same consent as was required to  
28                   approve the plan.

29        **45-10.2-102. (1108) Articles of merger.**

- 30        1. After each constituent organization has approved a merger, articles of merger  
31           must be signed on behalf of:

- 1           a. Each preexisting constituent limited partnership, by each general partner  
2                 listed in the certificate of limited partnership; and  
3           b. Each other preexisting constituent organization, by an authorized  
4                 representative.
- 5        2. The articles of merger must be accompanied by the plan of merger without  
6           organizational records and must include:
- 7           a. With respect to each constituent organization:  
8                 (1) Its name;  
9                 (2) Its form;  
10                (3) The jurisdiction of its governing statute;  
11                (4) A statement that the merger complies with its governing statute; and  
12                (5) Any additional information required by the governing statute of any  
13                    constituent organization.
- 14          b. With respect to the surviving organization:  
15                 (1) Its name;  
16                 (2) Its form;  
17                 (3) The jurisdiction of its governing statute;  
18                 (4) The date the merger is effective under its governing statute;  
19                 (5) If it is created by the merger, then:  
20                    (a) A statement to that effect; and  
21                    (b) The originating record that creates the organization;  
22                 (6) If it preexists the merger, then any amendments to its originating record  
23                    provided for in the plan of merger; or  
24                 (7) If it is a foreign organization not authorized to transact business or  
25                    conduct activities in this state, then the street and mailing address of an  
26                    office that the secretary of state may use for the purposes of  
27                    subsection 2 of section 45-10.2-103.
- 28        3. The articles of merger must be filed in the office of the secretary of state.
- 29        4. A merger becomes effective under this chapter:
- 30           a. If the surviving organization is a limited partnership, upon the later of:  
31                 (1) Compliance with subsection 3; or

- 1                   (2) Subject to subsection 3 of section 45-10.2-27, as specified in the  
2                                 articles of merger; or  
3                   b. If the surviving organization is not a limited partnership, then as provided by  
4                                 the governing statute of the surviving organization.

5                   **45-10.2-103. (1109) Effect of merger.**

- 6                   1. When a merger becomes effective:  
7                                 a. The surviving organization continues or comes into existence;  
8                                 b. Each constituent organization that merges into the surviving organization  
9   ceases to exist as a separate entity;  
10                                c. All property owned by each constituent organization that ceases to exist vests  
11   in the surviving organization;  
12                                d. All debts, liabilities, and other obligations of each constituent organization that  
13   ceases to exist continue as obligations of the surviving organization;  
14                                e. An action or proceeding pending by or against any constituent organization  
15   that ceases to exist may be continued by the surviving organization as if the  
16   merger had not occurred;  
17                                f. Except as prohibited by other law, all of the rights, privileges, immunities,  
18   powers, and purposes of each constituent organization that ceases to exist  
19   vest in the surviving organization;  
20                                g. Except as otherwise provided in the plan of merger, the terms and conditions  
21   of the plan of merger take effect;  
22                                h. Except as otherwise agreed, if a constituent limited partnership ceases to  
23   exist, then the merger does not dissolve the limited partnership for the  
24   purposes of sections 45-10.2-66 through 45-10.2-75;  
25                                i. If the surviving organization is created by the merger and:  
26   (1) If it is a limited partnership, then the certificate of limited partnership  
27   becomes effective; or  
28   (2) If it is an organization other than a limited partnership, then the  
29   organizational record that creates the organization becomes effective;  
30   and

1           j. If the surviving organization preexists the merger, then any amendments  
2                 provided for in the articles of merger for the organizational record that created  
3                 the organization become effective.

4           2. A surviving organization that is a foreign organization consents to the jurisdiction of  
5                 the courts of this state to enforce any obligation owed by a constituent  
6                 organization, if before the merger the constituent organization was subject to suit  
7                 in this state on the obligation. A surviving organization that is a foreign  
8                 organization and not authorized to transact business or conduct activities in this  
9                 state appoints the secretary of state as its agent for service of process for the  
10                purposes of enforcing an obligation under this subsection.

11           **45-10.2-104. (1110) Restrictions on approval of conversions and mergers and on**  
12 **relinquishing limited liability limited partnership (LLLP) status.**

13           1. If a partner of a converting or constituent limited partnership will have personal  
14                 liability with respect to a converted or surviving organization, then approval and  
15                 amendment of a plan of conversion or merger are ineffective without the consent  
16                 of the partner, unless:

17                a. The partnership agreement of the limited partnership provides for the  
18                    approval of the conversion or merger with the consent of fewer than all the  
19                    partners; and

20                b. The partner has consented to the provision of the partnership agreement.

21           2. An amendment to a certificate of limited partnership which converts the limited  
22                 partnership to a limited liability limited partnership is ineffective without the consent  
23                 of each general partner unless:

24                a. The partnership agreement of the limited partnership provides for the  
25                    conversion with the consent of less than all the general partners; and

26                b. Each general partner that does not consent to the amendment of conversion  
27                    has consented to that provision of the partnership agreement.

28           3. A partner does not give the consent required by subsection 1 or 2 merely by  
29                 consenting to a provision of the partnership agreement which permits the  
30                 partnership agreement to be amended with the consent of fewer than all the  
31                 partners.

1           **45-10.2-105. (1111) Liability of general partner after conversion or merger.**

2           1. A conversion or merger under this chapter does not discharge any liability under  
3           sections 45-10.2-40 and 45-10.2-61 of a person that was a general partner in or  
4           dissociated as a general partner from a converting or constituent limited  
5           partnership, but:

6           a. The provisions of this chapter pertaining to the collection or discharge of the  
7           liability continue to apply to the liability;

8           b. For the purposes of applying those provisions, the converted or surviving  
9           organization is deemed to be the converting or constituent limited partnership;  
10           and

11           c. If a person is required to pay any amount under this subsection, then:

12           (1) The person has a right of contribution from each other person that was  
13           liable as a general partner under section 45-10.2-40 when the  
14           obligation was incurred and has not been released from the obligation  
15           under section 45-10.2-61; and

16           (2) The contribution due from each of those persons is in proportion to the  
17           right to receive distributions in the capacity of general partner in effect  
18           for each of those persons when the obligations were incurred.

19           2. In addition to any other liability provided by law:

20           a. A person that immediately before a conversion or merger became effective  
21           was a general partner in a converting or constituent limited partnership that  
22           was not a limited liability limited partnership is personally liable for each  
23           obligation of the converted or surviving organization arising from a transaction  
24           with a third party after the conversion or merger becomes effective, if, at the  
25           time the third party enters into the transaction, the third party:

26           (1) Does not have notice of the conversion or merger; and

27           (2) Reasonably believes that:

28           (a) The converted or surviving organization or business is the  
29           converting or constituent limited partnership;

30           (b) The converting or constituent limited partnership is not a limited  
31           liability limited partnership; and

- 1                           (c) The person is a general partner in the converting or constituent  
2   limited partnership; and
- 3           b. A person that was dissociated as a general partner from a converting or  
4                   constituent limited partnership before the conversion or merger became  
5                   effective is personally liable for each obligation of the converted or surviving  
6                   organization arising from a transaction with a third party after the conversion  
7                   or merger becomes effective, if:
- 8                   (1) Immediately before the conversion or merger became effective the  
9   converting or surviving limited partnership was not a limited liability  
10   limited partnership; and
- 11                   (2) At the time the third party enters into the transaction less than two  
12   years have passed since the person dissociated as a general partner  
13   and the third party:
- 14   (a) Does not have notice of the dissociation;
- 15   (b) Does not have notice of the conversion or merger; and
- 16   (c) Reasonably believes that:
- 17   [1] The converted or surviving organization or business is the  
18   converting or constituent limited partnership;
- 19   [2] The converting or constituent limited partnership is not a  
20   limited liability limited partnership; and
- 21   [3] The person is a general partner in the converting or  
22   constituent limited partnership.

23                   **45-10.2-106. (1112) Power of general partners and persons dissociated as**  
24 **general partners to bind organization after conversion or merger.**

- 25           1. An act of a person that immediately before a conversion or merger became  
26                   effective was a general partner in a converting or constituent limited partnership  
27                   binds the converted or surviving organization after the conversion or merger  
28                   becomes effective, if:
- 29                   a. Before the conversion or merger became effective, the act would have bound  
30   the converting or constituent limited partnership under section 45-10.2-38;  
31   and



1           **45-10.2-107. Service of process on a limited partnership or foreign limited**  
2 **partnership and on nonresident general partners.**

3           1. The registered agent must be an agent of the limited partnership, the foreign  
4 limited partnership, and any nonresident general partner upon whom any process,  
5 notice, or demand required or permitted by law to be served on the limited  
6 partnership, foreign limited partnership, or general partner may be served.

7           a. When a foreign limited partnership transacts business without a certificate of  
8 authority or when the certificate of authority of a foreign limited partnership is  
9 suspended or revoked, the secretary of state is an agent of the foreign limited  
10 partnership for service of process, notice, or demand.

11           b. Acceptance of a general partnership interest in a limited partnership or foreign  
12 limited partnership includes the appointment of the secretary of state as an  
13 agent for personal service of legal process, notice, or demand.

14           2. A process, notice, or demand required or permitted by law to be served on a  
15 limited partnership or foreign limited partnership may be served:

16           a. On the registered agent;

17           b. On a general partner of the limited partnership or foreign limited partnership;

18           c. On any responsible person found at the registered office or at the principal  
19 executive office if located in this state; or

20           d. On the secretary of state as provided in this section.

21           3. If neither the registered agent nor a responsible person can be found at the  
22 registered office and if a responsible person affiliated with the limited partnership  
23 or foreign limited partnership cannot be found at the principal place of business in  
24 this state, then the secretary of state is an agent of the limited partnership or  
25 foreign limited partnership on whom the process, notice, or demand may be  
26 served.

27           a. Service on the secretary of state:

28           (1) Must be made by registered mail or personal delivery to the secretary  
29 of state and not by electronic communication.

30           (2) Must include the return of the sheriff or affidavit of a person not a party,  
31 verifying that neither a registered agent nor a responsible person can



1 be found at the registered office or at the principal place of business in  
2 this state.

3 (3) Is deemed personal service on the limited partnership or foreign limited  
4 partnership and may be made by filing with the secretary of state:

5 (a) Three copies of the process, notice, or demand; and

6 (b) The fees provided in section 45-10.2-109.

7 (4) Is returnable in not less than thirty days, notwithstanding a shorter  
8 period specified in the process, notice, or demand.

9 b. The secretary of state shall immediately forward, by registered mail  
10 addressed to the limited partnership or foreign limited partnership at its  
11 registered office or principal place of business in this state, a copy of the  
12 process, notice, or demand.

13 4. Process, notice, or demand may be served on a dissolved limited partnership as  
14 provided in this subsection. The court shall determine if service is proper.

15 a. If a limited partnership has voluntarily dissolved or a court has entered a  
16 decree of dissolution, then service may be made as provided in subsection 2  
17 as long as claims are not finally barred under section 45-10.2-73.

18 b. If a limited partnership has been involuntarily dissolved by the secretary of  
19 state pursuant to section 45-10.2-108, then service may be made as provided  
20 in subsection 3.

21 5. The secretary of state shall maintain a record of every process, notice, and  
22 demand served on the secretary of state under this section, including the date of  
23 service and the action taken with reference to the process, notice, or demand.

24 6. This section does not limit the right of a person to serve process, notice, or  
25 demand required or permitted by law to be served on a limited partnership or  
26 foreign limited partnership in any other manner permitted by law.

27 **45-10.2-108. Secretary of state - Annual report of limited partnership and foreign**  
28 **limited partnership.**

29 1. Each limited partnership, and each foreign limited partnership authorized to  
30 transact business in this state, shall file, within the time provided by subsection 3,  
31 an annual report setting forth:

- 1           a. The name of the limited partnership or foreign limited partnership and the  
2                     jurisdiction of origin.
- 3           b. The address of the registered office of the limited partnership or foreign  
4                     limited partnership in this state and the name of the registered agent of the  
5                     limited partnership or foreign limited partnership in this state at that address.
- 6           c. The address of the principal executive office of the limited partnership or  
7                     foreign limited partnership.
- 8           d. A brief statement of the character of the business in which the limited  
9                     partnership or foreign limited partnership is actually engaged in this state.
- 10          e. The name and respective address of every general partner of the limited  
11                    partnership or foreign limited partnership.
- 12          2. The annual report must be submitted on forms prescribed by the secretary of state.  
13             The information provided in the annual report must be accurate as of the time of  
14             filing the report. The annual report must be signed as provided in subsection 40 of  
15             section 45-10.2-02 or a resolution approved by the affirmative vote of the required  
16             proportion or number of partners. If the limited partnership or foreign limited  
17             partnership is in the hands of a receiver or trustee, the annual report must be  
18             signed on behalf of the limited partnership or foreign limited partnership by the  
19             receiver or trustee. The secretary of state may destroy any annual reports  
20             provided for in this section after the annual report is on file for six years.
- 21          3. The annual report of a limited partnership or foreign limited partnership must be  
22             delivered to the secretary of state before April first of each year, except the first  
23             annual report of a limited partnership or foreign limited partnership must be  
24             delivered before April first of the year following the calendar year in which the  
25             certificate of limited partnership or certificate of authority was filed by the secretary  
26             of state.
- 27            a. An annual report in a sealed envelope postmarked by the United States  
28                    postal service on or before April first or an annual report in a sealed packet  
29                    with a verified shipment date by any other carrier service on or before April  
30                    first, complies with the delivery requirement under this subsection.

- 1           b. The secretary of state shall file the report if the report conforms to the  
2           requirements of subsection 2.
- 3           (1) If the report does not conform, then the report must be returned to the  
4           limited partnership or foreign limited partnership for any necessary  
5           corrections.
- 6           (2) If the report is filed before the deadlines provided in this subsection,  
7           then penalties for the failure to file a report within the time provided do  
8           not apply if the report is corrected to conform to the requirements of  
9           subsection 2 and returned to the secretary of state within thirty days  
10          after the annual report was returned by the secretary of state for  
11          correction.
- 12          4. After the date established under subsection 3, the secretary of state shall notify  
13          any limited partnership or foreign limited partnership failing to file an annual report  
14          that the certificate of limited partnership or certificate of authority of a foreign  
15          limited partnership is not in good standing and that the certificate of the limited  
16          partnership or the certificate of authority of the foreign limited partnership may be  
17          dissolved or revoked pursuant to subsection 5.
- 18          a. The secretary of state must mail notice of dissolution or revocation to the last  
19          registered agent at the last registered office of record.
- 20          b. If the limited partnership or foreign limited partnership files an annual report  
21          after the notice is mailed, then the secretary of state will restore the certificate  
22          or certificate of authority of the limited partnership or foreign limited  
23          partnership to good standing.
- 24          5. A limited partnership that does not file an annual report, within six months after the  
25          date established in subsection 3, ceases to exist and is considered involuntarily  
26          dissolved by operation of law.
- 27          a. The secretary of state shall note the dissolution of the certificate of limited  
28          partnership on the records of the secretary of state and shall give notice of  
29          the action to the dissolved limited partnership.
- 30          b. Notice by the secretary of state must be mailed to the last registered agent at  
31          the last registered office of record of the limited partnership.

- 1           6. A foreign limited partnership that does not file an annual report, within six months  
2           after the date established by subsection 3, forfeits the right to transact business in  
3           this state.
- 4           a. The secretary of state shall note the revocation of the certificate of authority of  
5           the foreign limited partnership on the records of the secretary of state and  
6           shall give notice of the action to the foreign limited partnership.
- 7           b. Notice by the secretary of state must be mailed to the last registered agent at  
8           the last registered office of record of the foreign limited partnership.
- 9           7. A limited partnership that is dissolved for failure to file an annual report, or a  
10          certificate of authority of a foreign limited partnership that is forfeited for failure to  
11          file an annual report, may be reinstated by filing a past-due report, together with  
12          the statutory filing and penalty fees for an annual report and a reinstatement fee as  
13          provided in section 45-10.2-109. The fees must be paid and the report filed within  
14          one year following the involuntary dissolution or revocation. Reinstatement under  
15          this subsection does not affect the rights or liability for the time from the dissolution  
16          or revocation to the reinstatement.

17           **45-10.2-109. Secretary of state - Fees for filing records.** The secretary of state shall  
18 charge and collect for:

- 19           1. Filing a certificate of limited partnership, one hundred dollars.
- 20           2. Filing a limited partnership amendment, forty dollars.
- 21           3. Filing articles of conversion of a limited partnership, fifty dollars and:
- 22           a. If the organization resulting from the conversion will be a domestic  
23           organization governed by the laws of this state, then the fees provided by the  
24           governing laws to establish or register a new organization like the  
25           organization resulting from the conversion; or
- 26           b. If the organization resulting from the conversion will be a foreign organization  
27           that will transact business in this state, then the fees provided by the  
28           governing laws to obtain a certificate of authority or register an organization  
29           like the organization resulting from the conversion.
- 30           4. Filing abandonment of conversion, fifty dollars.
- 31           5. Filing limited partnership articles of merger, fifty dollars.

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- 1           6.   Filing abandonment of merger or exchange, fifty dollars.
- 2           7.   Filing a limited partnership statement of correction, forty dollars.
- 3           8.   Filing a limited partnership dissolution, twenty-five dollars.
- 4           9.   Filing a limited partnership cancellation, twenty-five dollars.
- 5           10. Filing a reservation of name, ten dollars.
- 6           11. Filing a notice of transfer of a reserved limited partnership name, ten dollars.
- 7           12. Filing a cancellation of a reserved limited partnership name, ten dollars.
- 8           13. Filing a consent to use a deceptively similar name, ten dollars.
- 9           14. Filing a statement of change of address of registered office or change of registered  
10           agent, or both, ten dollars.
- 11          15. Filing a statement of change of address of registered office by registered agent,  
12           ten dollars for each limited partnership affected by the change.
- 13          16. Filing a consent of registered agent to serve in the capacity of registered agent, ten  
14           dollars.
- 15          17. Filing a resignation as registered agent, ten dollars.
- 16          18. Filing a certificate of authority of foreign limited partnership, one hundred dollars.
- 17          19. Filing a certified statement of amendment of foreign limited partnership, forty  
18           dollars.
- 19          20. Filing a certified statement of dissolution of foreign limited partnership, twenty-five  
20           dollars.
- 21          21. Filing a certified statement of cancellation of foreign limited partnership, twenty-five  
22           dollars.
- 23          22. Filing a certified statement of merger of foreign limited partnership, fifty dollars.
- 24          23. Filing a certified statement of conversion of foreign limited partnership, fifty dollars  
25           and:
- 26           a.   If the organization resulting from the conversion will be a domestic  
27           organization governed by the laws of this state, then the fees provided by the  
28           governing laws to establish or register a new organization like the  
29           organization resulting from the conversion; or
- 30           b.   If the organization resulting from the conversion will be a foreign organization  
31           that will transact business in this state, then the fees provided by the

- 1                   governing laws to obtain a certificate of authority or register an organization  
2                   like the organization resulting from the conversion.
- 3       24. Filing a statement of withdrawal of foreign limited partnership, twenty-five dollars.  
4       25. Filing an annual report of a limited partnership or foreign limited partnership,  
5       twenty-five dollars.
- 6       a.   The secretary of state shall charge and collect additional fees for late filing of  
7           an annual report as follows:
- 8           (1)   After the date provided in subsection 3 of section 45-10.2-108, twenty  
9           dollars; and
- 10          (2)   After the dissolution of the limited partnership or the revocation of the  
11          certificate of authority of a foreign limited partnership, the reinstatement  
12          fee of one hundred dollars.
- 13       b.   Fees paid to the secretary of state according to this subsection are not  
14          refundable if an annual report submitted to the secretary of state cannot be  
15          filed because it lacks information required by section 45-10.2-108, or the  
16          annual report lacks sufficient payment as required by this subsection.
- 17       26. Any record submitted for approval before the actual time of submission for filing,  
18       one-half of the fee provided in this section for filing the record.
- 19       27. Filing any process, notice, or demand for service, twenty-five dollars.
- 20       a.   Furnishing a certificate of existence or authorization:
- 21           (1)   Fifteen dollars; and
- 22           (2)   Five dollars for a search of records.
- 23       b.   Furnishing a certified copy of any record, or paper relating to a limited  
24          partnership or foreign limited partnership:
- 25           (1)   One dollar for every four pages or fraction;
- 26           (2)   Fifteen dollars for the certificate and affixing the seal thereto; and
- 27           (3)   Five dollars for a search of records.
- 28        **45-10.2-110. Secretary of state - Duties.** The secretary of state shall maintain an  
29        alphabetical index of all limited partnerships and foreign limited partnerships on file with that  
30        office. All records filed with the secretary of state under this chapter must be retained in that

1 office until the records have been committed to microcopy, at which time the records may be  
2 destroyed.

3 **45-10.2-111. Secretary of state - Powers - Enforcement - Penalty - Appeal.**

4 1. The secretary of state shall administer this chapter.

5 2. The secretary of state may propound to any limited partnership or foreign limited  
6 partnership subject to this chapter and to any partner any interrogatory reasonably  
7 necessary and proper to ascertain whether the partnership has complied with this  
8 chapter.

9 a. Any interrogatory must be answered within thirty days after mailing or within  
10 any additional time fixed by the secretary of state. Every answer to the  
11 interrogatory must be full and complete and be made in writing and under  
12 oath.

13 b. If an interrogatory is directed:

14 (1) To an individual, than the interrogatory must be answered by that  
15 individual;

16 (2) To a domestic limited partnership, then the interrogatory must be  
17 answered by a managing partner; or

18 (3) To a foreign limited partnership, then the interrogatory must be  
19 answered by a resident partner or, if no partner is a resident partner, a  
20 partner designated by the foreign limited partnership.

21 c. The secretary of state need not file any record to which an interrogatory  
22 relates until the interrogatory is answered, except if the answers disclose the  
23 record is not in conformity with this chapter.

24 d. The secretary of state shall certify to the attorney general, for any action the  
25 attorney general determines appropriate, any interrogatory and answers that  
26 disclose a violation of this chapter.

27 e. Each general partner of a limited partnership or a resident partner or  
28 designated partner of a foreign limited partnership who fails or refuses within  
29 the time provided by this section to answer truthfully and fully every  
30 interrogatory propounded to that person by the secretary of state is guilty of  
31 an infraction.

- 1           f. Any interrogatory propounded by the secretary of state and the answers are  
2           not open to public inspection under section 44-04-18. The secretary of state  
3           may not disclose any fact or information obtained from an interrogatory  
4           except to the extent permitted by law or required for evidence in any criminal  
5           proceeding or other action by this state.
- 6           3. If the secretary of state rejects any record required by this chapter to be approved  
7           by the secretary of state before the record may be filed, then the secretary of state  
8           shall give written notice of the rejection to the person who delivered the record,  
9           specifying the reasons for rejection. Within thirty days after the service of the  
10           notice of denial, the limited partnership or the foreign limited partnership as the  
11           case may be, may appeal to the district court in the judicial district serving Burleigh  
12           County by filing with the clerk of that court a petition setting forth a copy of the  
13           record sought to be filed and a copy of the written rejection of the record by the  
14           secretary of state. The court shall try the matter de novo. The court shall sustain  
15           the action of the secretary of state or direct the secretary of state to take any action  
16           the court determines proper.
- 17           4. If the secretary of state involuntarily dissolves a limited partnership pursuant to  
18           section 45-10.2-108 or if the secretary of state revokes the certificate of authority  
19           of any foreign limited partnership and if reinstatement as provided in section  
20           45-10.2-108 was denied for any reason, then the limited partnership or the foreign  
21           limited partnership, as the case may be, may appeal to the district court in the  
22           judicial district serving Burleigh County by filing with the clerk of that court a  
23           petition including:
- 24           a. A copy of the certificate of limited partnership and a copy of the notice of  
25           dissolution given by the secretary of state; or
- 26           b. A copy of the certificate of authority of the foreign limited partnership and a  
27           copy of the notice of revocation given by the secretary of state.
- 28           The court shall try the matter de novo. The court shall sustain the action of the  
29           secretary of state or direct the secretary of state to take any action the court  
30           determines proper.



- 1           5. If the court order sought is one for reinstatement of a limited partnership that has  
2           been dissolved as provided in subsection 5 of section 45-10.2-108, or for  
3           reinstatement of the certificate of authority of a foreign limited partnership that has  
4           been revoked as provided in subsection 6 of section 45-10.2-108, then, together  
5           with any other actions the court deems proper, any such order which orders the  
6           reinstatement of the limited partnership or the reinstatement of the certificate of  
7           authority of a foreign limited partnership shall require the limited partnership or  
8           foreign limited partnership to:  
9           a. File all past-due annual reports;  
10          b. Pay the fees to the secretary of state for each annual report as provided in  
11          subsection 25 of section 45-10.2-109; and  
12          c. Pay the reinstatement fee to the secretary of state as provided in  
13          subsection 25 of section 45-10.2-109.

14           **45-10.2-112. Secretary of state - Certificates and certified copies to be received in**  
15 **evidence.**

- 16          1. All copies of records filed in accordance with this chapter, when certified by the  
17          secretary of state, must be taken and received in all courts, public offices, and  
18          official bodies as prima facie evidence of the facts stated.  
19          2. A certificate by the secretary of state under the great seal of this state, as to the  
20          existence or nonexistence of the facts relating to limited partnerships or foreign  
21          limited partnerships which would not appear from a certified copy of any of the  
22          foregoing records or certificates, must be taken and received in all courts, public  
23          offices, and official bodies as prima facie evidence of the existence or  
24          nonexistence of the facts stated.

25           **45-10.2-113. Secretary of state - Confidential records.** Any social security number  
26 or federal tax identification number disclosed or contained in any record filed with the secretary  
27 of state under this chapter is confidential. The secretary of state shall delete or obscure any  
28 social security number or federal tax identification number before a copy of any record is  
29 released to the public.

30           **45-10.2-114. Secretary of state - Forms to be furnished by the secretary of state.**

31 Every annual report must be made on forms prescribed by the secretary of state. Upon

1 request, the secretary of state may furnish forms for all other records to be filed in the office of  
2 the secretary of state. However, the use of these records, unless otherwise specifically  
3 required by law, is not mandatory.

4 **45-10.2-115. Audit reports and audit of limited partnerships receiving state**  
5 **subsidies for production of alcohol or methanol for combination with gasoline.** Any  
6 limited partnership or foreign limited partnership that produces agricultural ethyl alcohol or  
7 methanol within this state and which receives a production subsidy from the state, whether in  
8 the form of reduced taxes or otherwise, shall submit an annual audit report, prepared by a  
9 certified public accountant based on an audit of all records and accounts of the limited  
10 partnership or foreign limited partnership, to the legislative audit and fiscal review committee.  
11 The audit must be submitted within ninety days of the close of the taxable year of the limited  
12 partnership or foreign limited partnership. Upon request of the legislative audit and fiscal  
13 review committee, the state auditor shall conduct an audit of the records and accounts of any  
14 limited partnership or foreign limited partnership required to submit an annual report under this  
15 section.

16 **45-10.2-116. (1201) Uniformity of application and construction.** In applying and  
17 construing this chapter, consideration must be given to the need to promote uniformity of the  
18 law with respect to its subject matter among states that enact it.

19 **45-10.2-117. (1203) Relation to Electronic Signatures in Global and National**  
20 **Commerce Act.** This chapter modifies, limits, or supersedes the federal Electronic Signatures  
21 in Global and National Commerce Act [15 U.S.C. 7001 et seq.] but this chapter does not  
22 modify, limit, or supersede section 101 of that Act or authorize electronic delivery of any of the  
23 notices described in section 103(b) of that Act.

24 **SECTION 7. AMENDMENT.** Subsection 2 of section 45-11-01 of the North Dakota  
25 Century Code is amended and reenacted as follows:

26 2. Any partnership transacting business in this state under a fictitious name or under  
27 a designation that does not show the names of the persons interested as partners  
28 must file a fictitious name certificate with the secretary of state, together with a  
29 filing fee of twenty-five dollars. When a partnership has more than two members,  
30 an additional three dollars must be paid for each additional member not to exceed  
31 two hundred fifty dollars. A limited partnership or a foreign limited partnership

1 transacting business under a name filed under chapter ~~45-10.1~~ 45-10.2 and as  
2 provided in section 45-11-03 or a partnership transacting business under a name  
3 filed under section 45-13-05 is not required to file a fictitious name certificate under  
4 this section.

5 **SECTION 8. AMENDMENT.** Subsections 1 and 5 of section 45-13-04.1 of the North  
6 Dakota Century Code are amended and reenacted as follows:

- 7 1. A partnership name filed in a statement under section 45-13-05:
- 8 a. Must be in the English language or in any other language expressed in  
9 English letters or characters;
  - 10 b. May not contain a word or phrase indicating or implying the partnership may  
11 not be organized under this chapter;
  - 12 c. May not contain a word or phrase indicating or implying the partnership is  
13 organized for a purpose other than a legal business purpose for which a  
14 partnership may be organized under this chapter;
  - 15 d. May not contain the word "corporation", "company", "incorporated", "limited  
16 liability company", "limited partnership", "limited liability partnership", "limited  
17 liability limited partnership", or any abbreviation of these words; and
  - 18 e. May not be the same as, or deceptively similar to:
    - 19 (1) The name, whether foreign and authorized to do business in this state  
20 or domestic, unless filed with the statement is a ~~document~~ record which  
21 complies with subsection 3 of:
      - 22 (a) Another partnership;
      - 23 (b) A limited liability company;
      - 24 (c) A corporation;
      - 25 (d) A limited partnership;
      - 26 (e) A limited liability partnership; or
      - 27 (f) A limited liability limited partnership;
    - 28 (2) A name, the right of which is, at the time of filing, reserved in the  
29 manner provided in section 10-19.1-14, 10-32-11, 10-33-11, ~~45-10.1-03~~  
30 45-10.2-11, or 45-22-05;
    - 31 (3) A fictitious name registered in the manner provided in chapter 45-11; or

- 1                   (4) A trade name registered in the manner provided in chapter 47-25.
- 2           5. A partnership that is the surviving organization in a merger with one or more other
- 3           organizations, or that acquires by sale, lease, or other disposition to or exchange
- 4           with an organization all or substantially all of the assets of another organization
- 5           including its name, may have the same name, subject to the requirements of
- 6           subsection 1, as that used in this state by any of the other organizations if the
- 7           other organization whose name is sought to be used:
- 8           a. Is formed under the laws of this state;
- 9           b. Is authorized to transact business or conduct activities in this state;
- 10          c. Holds a reserved name in the manner provided in section ~~45-10.1-03~~
- 11                 45-10.2-11;
- 12          d. Holds a fictitious name registered in the manner provided in chapter 45-11; or
- 13          e. Holds a trade name registered in the manner provided in chapter 47-25.

14           **SECTION 9. AMENDMENT.** Subsection 3 of section 45-21-01 of the North Dakota

15 Century Code is amended and reenacted as follows:

- 16          3. "Limited partnership" means a limited partnership created under chapter ~~45-10.4~~
- 17                 45-10.2, predecessor law, or comparable law of another jurisdiction.

18           **SECTION 10. AMENDMENT.** Subsection 5 of section 45-21-02 of the North Dakota

19 Century Code is amended and reenacted as follows:

- 20          5. A general partner who becomes a limited partner as a result of the conversion
- 21                 remains liable as a general partner for an obligation incurred by the partnership
- 22                 before the conversion takes effect. If the other party to a transaction with the
- 23                 limited partnership reasonably believes when entering the transaction that the
- 24                 limited partner is a general partner, the limited partner is liable for an obligation
- 25                 incurred by the limited partnership within ninety days after the conversion takes
- 26                 effect. The limited partner's liability for all other obligations of the limited
- 27                 partnership incurred after the conversion takes effect is that of a limited partner as
- 28                 provided in chapter ~~45-10.4~~ 45-10.2.

29           **SECTION 11. AMENDMENT.** Subsections 1 and 5 of section 45-22-04 of the North

30 Dakota Century Code are amended and reenacted as follows:

- 31          1. The name of a limited liability partnership:

- 1 a. Must be in the English language or in any other language, expressed in  
2 English letters or characters.
- 3 b. Must contain:
- 4 (1) The words "limited liability partnership" or the abbreviation "L.L.P." or  
5 the abbreviation "LLP", either of which abbreviations may be used  
6 interchangeably for all purposes authorized by this chapter, including  
7 real estate matters, contracts, and filings with the secretary of state; or  
8 (2) In the case of a foreign limited liability partnership, any other words or  
9 abbreviations as may be authorized or required under the laws of the  
10 jurisdiction of origin.
- 11 c. May not contain a word or phrase indicating or implying the limited liability  
12 partnership may not be formed under this chapter.
- 13 d. May not contain the word "corporation", "company", "incorporated", "limited  
14 liability company", "limited partnership", "limited liability limited partnership", or  
15 any abbreviation of these words.
- 16 e. May not contain a word or phrase indicating or implying the limited liability  
17 partnership is formed for a purpose other than one or more business  
18 purposes for which a partnership may be formed under North Dakota law.
- 19 f. May not be the same as or deceptively similar to:
- 20 (1) The name, whether foreign and authorized to do business in this state  
21 or domestic, unless there is filed with the registration a document that  
22 complies with subsection 3 ~~of this section~~, of:
- 23 (a) Another limited liability partnership;
- 24 (b) A corporation;
- 25 (c) A limited liability company;
- 26 (d) A limited partnership; or
- 27 (e) A limited liability limited partnership;
- 28 (2) A name, the right to which is at the time of registration reserved in the  
29 manner provided in section 10-19.1-14, 10-32-11, 10-33-11, ~~45-10.1-03~~  
30 45-10.2-11, or 45-22-05;
- 31 (3) A fictitious name registered in the manner provided in chapter 45-11; or

- 1                   (4) A trade name registered in the manner provided in chapter 47-25.
- 2                   g. Need not be filed as provided in chapter 45-11 except if transacting business
- 3                   under a name other than the name as registered under this chapter.
- 4                   5. A limited liability partnership that is the surviving organization in a merger with one
- 5                   or more organizations, or that acquires by sale, lease, or other disposition to or
- 6                   exchange with a domestic organization all or substantially all of the assets of
- 7                   another organization including its name, may have the same name, subject to the
- 8                   requirements of subsection 1, as that used in this state by any of the other
- 9                   organizations, if the other organization whose name is sought:
- 10                  a. Is incorporated, organized, formed, or registered under the laws of this state;
- 11                  b. Is authorized to transact business or conduct activities in this state;
- 12                  c. Holds a reserved name in the manner provided in section 10-19.1-14,
- 13                  10-32-11, 10-33-11, ~~45-10.1-03~~ 45-10.2-11, or 45-22-05;
- 14                  d. Holds a fictitious name registered in the manner provided in chapter 45-11; or
- 15                  e. Holds a trade name registered in the manner provided in chapter 47-25.

16                  **SECTION 12. AMENDMENT.** Subsections 11 and 15 of section 45-23-01 of the North  
17 Dakota Century Code are amended and reenacted as follows:

- 18                  11. "Foreign limited partnership" means a limited partnership that is:
- 19                   a. Organized under laws other than the laws of this state for a purpose for which
- 20                   a limited partnership may be organized under chapter ~~45-10.1~~ 45-10.2; and
- 21                   b. Authorized to transact business in this state as provided in chapter ~~45-10.1~~
- 22                   45-10.2.
- 23                  15. "Limited partnership" means a limited partnership formed under chapter ~~45-10.1~~
- 24                   45-10.2.

25                  **SECTION 13. AMENDMENT.** Section 45-23-02 of the North Dakota Century Code is  
26 amended and reenacted as follows:

27                  **45-23-02. Applicability of chapter ~~45-10.1~~ 45-10.2.**

- 28                  1. In any case not provided for in this chapter, chapter ~~45-10.1~~ 45-10.2 governs.
- 29                  2. If applying chapter ~~45-10.1~~ 45-10.2 to a limited liability limited partnership:
- 30                   a. All references in chapter ~~45-10.1~~ 45-10.2 to "limited partnership" refer to
- 31                   "limited liability limited partnership"; and

1           b. All references in chapter ~~45-10.1~~ 45-10.2 to "foreign limited partnership" refer  
2           to "foreign limited liability limited partnership".

3           3. If any provision of this chapter conflicts with chapter ~~45-10.1~~ 45-10.2, that  
4           provision of this chapter takes precedence.

5           **SECTION 14. AMENDMENT.** Subsections 1 and 5 of section 45-23-03 of the North  
6           Dakota Century Code are amended and reenacted as follows:

7           1. The name of each limited liability limited partnership as set forth in the limited  
8           liability limited partnership's certificate of limited liability limited partnership:

9           a. Must be in the English language or in another language expressed in English  
10          letters or characters.

11          b. Must contain:

12           (1) Without abbreviation the words "limited liability limited partnership" or  
13           the abbreviation "L.L.L.P." or "LLLP", either of which abbreviation may  
14           be used interchangeably for any purpose authorized by this chapter  
15           including real estate matters, contracts, and filings with the secretary of  
16           state; or

17           (2) In the case of a foreign limited liability limited partnership, any other  
18           words or abbreviations as may be authorized or required under the  
19           laws of the jurisdiction of origin.

20          c. May not contain the name of a limited partner unless:

21           (1) The name is also the name of a general partner; or

22           (2) The business of the limited liability limited partnership was carried on  
23           under that name before the admission of that limited partner.

24          d. May not contain the word "corporation", "company", "incorporated", "limited  
25           liability company", "limited liability partnership", or any abbreviation of these  
26           words.

27          e. May not contain a word or phrase indicating or implying the limited liability  
28           limited partnership may not be organized under this chapter.

29          f. May not contain a word or phrase indicating or implying the limited liability  
30           limited partnership is organized for a purpose other than a legal business

- 1                   purpose for which a limited liability limited partnership may be organized  
2                   under this chapter.
- 3                   g.   May not contain a word or phrase indicating or implying the limited liability  
4                   limited partnership is organized other than for a purpose stated in the  
5                   certificate of the limited liability limited partnership.
- 6                   h.   May not be the same as, or deceptively similar to:
- 7                   (1)   The name, whether foreign and authorized to do business in this state  
8                   or domestic, unless there is filed with the certificate a ~~document~~ record  
9                   in compliance with subsection 3, of:
- 10                   (a)   Another limited liability limited partnership;
- 11                   (b)   A limited partnership;
- 12                   (c)   A corporation;
- 13                   (d)   A limited liability company; or
- 14                   (e)   A limited liability partnership;
- 15                   (2)   A name the right to which is, at the time of organization, reserved in the  
16                   manner provided in section 10-19.1-14, 10-32-11, 10-33-11, ~~45-10.1-03~~  
17                   45-10.2-11, or 45-22-05;
- 18                   (3)   A fictitious name registered in the manner provided in chapter 45-11; or
- 19                   (4)   A trade name registered in the manner provided in chapter 47-25.
- 20                   5.   A limited liability limited partnership that is the surviving organization in a merger  
21                   with one or more organizations, or that acquires by sale, lease, or other disposition  
22                   to or exchange with an organization all or substantially all of the assets of another  
23                   organization, including its name, may include in the limited liability limited  
24                   partnership's name, subject to the requirements of subsection 1, the name of any  
25                   of the other organizations, if the other organization whose name is sought to be  
26                   used:
- 27                   a.   Is incorporated, organized, formed, or registered under the laws of this state;
- 28                   b.   Is authorized to transact business or conduct activities in this state;
- 29                   c.   Holds a reserved name in the manner provided in section 10-19.1-14,  
30                   10-32-11, 10-33-11, ~~45-10.1-03~~ 45-10.2-11, or 45-22-05;
- 31                   d.   Holds a fictitious name registered in the manner provided in chapter 45-11; or



1 e. Holds a trade name registered in the manner provided in chapter 47-25.

2 **SECTION 15. AMENDMENT.** Section 45-23-04 of the North Dakota Century Code is  
3 amended and reenacted as follows:

4 **45-23-04. Limited liability limited partnership formation.**

5 1. If a limited partnership does not exist, a limited liability limited partnership may be  
6 formed by filing with the secretary of state, together with the fees provided in  
7 section 45-23-08, a certificate of limited liability limited partnership:

- 8 a. That complies with the name requirements in section 45-23-03;  
9 b. That contains a statement that limited liability limited partnership status is  
10 elected; and  
11 c. That otherwise conforms to the requirements of section ~~45-10.1-08~~  
12 45-10.2-23.

13 2. An existing limited partnership:

- 14 a. May elect to become a limited liability limited partnership:  
15 (1) By obtaining approval to be governed by this chapter by the vote  
16 necessary to amend the limited partnership agreement except, in the  
17 case of a limited partnership agreement that expressly considers  
18 contribution obligations, the vote necessary to amend those provisions;  
19 (2) By complying with the name requirements of section 45-23-03; and  
20 (3) By filing with the secretary of state, together with the fees provided in  
21 sections ~~45-10.1-15~~ 45-10.2-109 and 45-23-08, a ~~document record~~ that  
22 is designated as both an amended certificate of limited partnership and  
23 a certificate of limited liability limited partnership which:  
24 (a) Amends the limited partnership name to comply with the name  
25 requirements of section 45-23-03;  
26 (b) Contains a statement that limited liability limited partnership  
27 status is elected; and  
28 (c) Otherwise conforms to the requirements of section ~~45-10.1-09~~  
29 45-10.2-24.  
30 b. Continues to be the same entity in existence before the filing with the  
31 secretary of state pursuant to this section.

1           **SECTION 16. AMENDMENT.** Section 45-23-07 of the North Dakota Century Code is  
2 amended and reenacted as follows:

3           **45-23-07. Foreign limited partnership - Adopting limited liability limited**

4 **partnership status.** An existing foreign limited partnership authorized to transact business in  
5 this state pursuant to section ~~45-10.1-52~~ 45-10.2-78 which subsequently adopts and maintains  
6 limited liability limited partnership status in the jurisdiction of origin shall file with the secretary of  
7 state, together with the fees required in sections ~~45-10.1-15~~ 45-10.2-109 and 45-23-08:

- 8           1. A ~~document~~ record designated as both an amended foreign limited partnership  
9 registration as required by section ~~45-10.1-55~~ 45-10.2-81 and a foreign limited  
10 liability limited partnership registration as required by section 45-10.1-52; and
- 11           2. A certificate of identification, existence, and status of a foreign limited liability  
12 limited partnership, duly certified by the proper officer of the jurisdiction of origin.

13           **SECTION 17. AMENDMENT.** Subsection 18 of section 45-23-08 of the North Dakota  
14 Century Code is amended and reenacted as follows:

- 15           18. Filing an annual report of limited liability limited partnership, twenty-five dollars.  
16 The secretary of state shall charge and collect additional fees for late filing of the  
17 annual report as follows:

- 18           a. After the date ~~prescribed~~ provided in subsection 3 of section ~~45-10.1-14~~  
19 45-10.2-108, twenty dollars; and
- 20           b. After the ~~termination~~ dissolution of the limited liability limited partnership or  
21 the revocation of the registration of a foreign limited liability limited  
22 partnership, the reinstatement fee of one hundred dollars.

23           **SECTION 18. AMENDMENT.** Subsection 3 of section 54-44.4-09 of the North Dakota  
24 Century Code is amended and reenacted as follows:

- 25           3. At the time of filing the application to become an approved vendor, the applicant, if  
26 organized as a corporation, limited liability company, limited liability partnership, or  
27 limited partnership, must be properly and currently registered with the secretary of  
28 state according to its type of business organization as a corporation under  
29 chapter 10-19.1, a limited liability company under chapter 10-32, a limited liability  
30 partnership under chapter 45-22, or a limited partnership under chapter ~~45-10.1~~  
31 45-10.2. Any exemptions to registration under the above chapters that would

1 otherwise apply to those entities organized as such do not apply to this section and  
2 registration must be made for the applicant to become an approved vendor.  
3 Applicants for approved vendor status using a trade name or a fictitious  
4 partnership name must be in full compliance with chapter 47-25 or 45-11 at the  
5 time of making the application. Whenever any registration required by this section  
6 is canceled, revoked, or not renewed, the vendor ceases to be an approved  
7 vendor.

8 By signing and filing the application, the vendor applicant appoints the  
9 secretary of state as its true and lawful agent for service of process in this state  
10 upon whom may be served all lawful process in any action or proceeding against  
11 the vendor if the vendor or its registered agent cannot be found for service of  
12 process in this state. The signed application is written evidence of the applicant's  
13 consent that any process served against the applicant that is so served upon the  
14 secretary of state is of the same legal force and effect as if served upon the  
15 applicant personally within this state. Within ten days after service of the  
16 summons upon the secretary of state pursuant to this subsection, notice of the  
17 service with the summons and complaint in the action must be sent to the  
18 defendant vendor at the vendor's last-known address by certified mail with return  
19 receipt requested and proof of mailing must be attached to the summons. The  
20 secretary of state shall keep a record of all process served upon the secretary of  
21 state under this section showing the day and hour of service. When service of  
22 process is made as provided in this subsection, the court, before entering a default  
23 judgment, or at any stage of the proceeding, may order a continuance as may be  
24 necessary to afford the defendant vendor reasonable opportunity to defend any  
25 action pending against the vendor.

26 **SECTION 19. REPEAL.** Chapter 45-10.1 and section 45-12-01 of the North Dakota  
27 Century Code are repealed.