

Department of Fiscal Services
Maryland General Assembly

FISCAL NOTE

House Bill 1116 (Delegate Frank)
Economic Matters

Corporations - Directors - Terms

This bill provides that the initial directors of a corporation shall serve as directors until their successors are elected and qualify. The bill provides that directors shall be elected at each annual meeting of stockholders except for the directors of a class or series of stock. Such directors shall be elected pursuant to the terms of the class or series of stock if the terms of the class or series of stock provides for the election of directors prior to the next annual meeting of stockholders. The bill also provides that if directors are divided into classes, a director may only be removed for cause.

Fiscal Summary

State Effect: None. This bill would not directly affect governmental finances.

Local Effect: None.

Small Business Effect: None. This bill would not materially affect small businesses.

Information Sources: Department of Assessments and Taxation, Department of Fiscal Services

Fiscal Note History: First Reader - March 10, 1997

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