

TITLE 52 – ASSOCIATIONS LAW
CHAPTER 5 - OTHER FORMS OF ASSOCIATIONS



Republic of the Marshall Islands
Jepilpilin Ke Ejukaan

OTHER FORMS OF ASSOCIATION ACT

Arrangement of Sections

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OTHER FORMS OF ASSOCIATION ACT

AN ACT to define other forms of Association.

Commencement:

Not Defined (1990)

Source:

P.L. 1990-91

DIVISION 1 - UNINCORPORATED ASSOCIATIONS

§209. Definition.

An unincorporated association is a body of individuals acting together for the prosecution of a common enterprise without a corporate charter, but expressed in its bylaws regulating its conduct, expressing its purpose and governing the relations of its members among themselves and to it, in the absence of statute. [P.L. 1990-91, §30.1.]

§210. The certificate.

Every unincorporated association after its organization shall:

- (a) execute a certificate, signed and sworn to by its president and treasurer, stating:
 - (i) the name of such unincorporated association;
 - (ii) the date of its organization;
 - (iii) the number of its members;
 - (iv) the names and places of residence of its officers; and
 - (v) a description of the purpose of its organization.

- (b) file the certificate in the office of the appropriate Registrar or Deputy Registrar of Corporations referred to in section 4 of the Business Corporations Act;
- (c) upon filing the certificate as provided in this section, cause a copy thereof, or a notice containing the substance thereof, to be published once in a newspaper of general circulation in the Republic.

§211. Time of formation.

After organization of an unincorporated association, and upon substantial compliance in good faith with the requirements of section 210 of this Act, an unincorporated association will have been formed. [P.L. 1990-91, §30.3.]

§212. Dissolution.

An unincorporated association shall not be dissolved except in pursuance of its bylaws, or by consent of its members, or by judgment of a court for fraud in its management or operation, or for good cause shown, provided the rights of creditors shall not be terminated by such dissolution. Unless otherwise provided for by the bylaws, the net surplus shall be divided equally among the members. [P.L. 1990-91, §30.4.]

§213. Power to hold and convey real property.

An unincorporated association may, in its own name, purchase, take, hold, convey and mortgage such real property as is necessary for its accommodation for the convenient transaction of its business as stated in its bylaws. [P.L. 1990-91, §30.5.]

§214. Actions by and against the unincorporated association.

An unincorporated association shall sue and be sued in its common name, and personal service upon such unincorporated association shall be effected in accordance with applicable law. [P.L. 1990-91, §30.6.]

§215. Liability of members of unincorporated association.

The members of an unincorporated association shall each personally be liable as provided for in section 217 of this Act for the satisfaction of judgments obtained against the unincorporated association, unless it is not

engaged in the pursuit of business for profit. In such latter eventuality, the individual members of an unincorporated association not engaged in business for profit shall only be personally liable when:

- (a) the judgment obtained against the unincorporated association arose from a tortious act or occurrence; or
- (b) the judgment obtained against the unincorporated association otherwise arose, and the individual member sought to be charged either authorized or ratified the course of conduct from which the judgment arose. [P.L. 1990-91, §30.7.]

§216. Judgment against unincorporated association.

Judgments obtained against an unincorporated association shall first be satisfied out of the assets of the unincorporated association. [P.L. 1990-91, §30.8.]

§217. Amount of personal liability of individual members.

In the event a judgment obtained against an unincorporated association is returned wholly or partly unsatisfied, and the provisions of section 215 of this Act hereof are applicable, the judgment creditor may thereafter proceed, upon provision therefor made in the writ of execution, against the individual members liable under section 215 of this Act who shall be personally liable pro rata therefor according to the proportion a member bears to the total membership of the unincorporated association. [P.L. 1990-91, §30.9.]§101.