

No. 556

AN ACT

HB 1802

Relating to railroad corporations and other corporations subject to the jurisdiction of the Pennsylvania Public Utility Commission which have shareholders outside of Pennsylvania, eliminating any requirement that any members of the board of directors be residents of this Commonwealth, validating certain corporate action, and repealing inconsistent legislation.

The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows:

Section 1. Notwithstanding anything in any general or special act contained, no railroad corporation and no other corporation subject to the jurisdiction of the Pennsylvania Public Utility Commission, if such railroad or other corporation has any shareholder or shareholders with an address of record outside of this Commonwealth, shall be required to have on its board of directors any number or portion of the board who are residents of this Commonwealth; but any such corporation may, by bylaw duly adopted after the passage of this act, require a specific number or portion of its board of directors to be residents of this Commonwealth.

Section 2. Notwithstanding any provision of any general or special act, or any charter or bylaw heretofore adopted of any corporation subject to the provisions of section 1 of this act, all action heretofore or hereafter taken by any board of directors of any such corporation not having the requisite number of residents of this Commonwealth thereon required by such act, charter or bylaw, but otherwise duly elected and qualified, and otherwise acting in accordance with law, charter and bylaw, shall be valid and binding corporate action of such corporation, except as may be otherwise required by bylaw duly adopted after the passage of this act.

Section 3. If any provision or clause of this act, or application thereof to any person or circumstance is held invalid, the remainder of this act and the application of such provision to other persons or circumstances shall not be affected thereby, and to this end the provisions of this act are declared to be severable.

Section 4. All acts and parts of acts, including special acts, inconsistent with this act are hereby repealed to the extent of such inconsistency.

Section 5. This act shall take effect immediately.

APPROVED—The 25th day of January, A. D. 1966.

WILLIAM W. SCRANTON