

§ 220108. Restrictions

(a) PROFIT.—The corporation may not engage in business activity for profit unless the activity is substantially related to—

- (1) the purposes stated in section 220102 of this title; or
- (2) raising funds to accomplish those purposes.

(b) STOCK AND DIVIDENDS.—The corporation may not issue stock or declare or pay a dividend.

(c) POLITICAL ACTIVITIES.—The corporation shall be nonpolitical and may not provide financial aid or assistance to, or otherwise promote the candidacy of, an individual seeking elective public office. A substantial part of the activities of the corporation may not involve carrying on propaganda or otherwise attempting to influence legislation.

(d) DISTRIBUTION OF INCOME OR ASSETS.—The income or assets of the corporation may not inure to the benefit of a governor, officer, member, or employee or be distributed to any person during the life of the corporation or on its dissolution or final liquidation. This subsection does not prevent the payment of reasonable compensation to an officer, employee, or other person or reimbursement for actual necessary expenses in amounts approved by the board of governors.

(e) LOANS.—The corporation may not make a loan to a governor, officer, member, or employee.

(Pub. L. 105–225, Aug. 12, 1998, 112 Stat. 1461.)

HISTORICAL AND REVISION NOTES

<i>Revised Section</i>	<i>Source (U.S. Code)</i>	<i>Source (Statutes at Large)</i>
220108(a)	36:1304(b) (last sentence).	Dec. 29, 1979, Pub. L. 96–165, § 4(a), (b), (d), (e), 93 Stat. 1269, 1270.
220108(b)	36:1304(b) (1st sentence).	
220108(c)	36:1304(a).	
220108(d)	36:1304(d).	
220108(e)	36:1304(e).	

In subsection (a), before clause (1), the word “pecuniary” is omitted as unnecessary.

In subsection (b), the words “any shares of capital” are omitted as unnecessary.

In subsection (c), the words “as an organization” are omitted as unnecessary.

In subsection (d) the words “inure to the benefit of” are substituted for “inure to” for consistency in the revised title.

§ 220109. Duty to maintain corporate status

The corporation shall maintain its status as a corporation incorporated under the laws of New York, another State, or the District of Columbia.

(Pub. L. 105–225, Aug. 12, 1998, 112 Stat. 1461.)

HISTORICAL AND REVISION NOTES

<i>Revised Section</i>	<i>Source (U.S. Code)</i>	<i>Source (Statutes at Large)</i>
220109	36:1306 (last sentence).	Dec. 29, 1979, Pub. L. 96–165, § 6 (last sentence), 93 Stat. 1271.

§ 220110. Principal office

The principal office of the corporation shall be in New York, New York, or another place decided by the board of governors. However, the activities of the corporation are not confined to the place where the principal office is located but may be conducted throughout the States, territories, and possessions of the United States and in foreign countries.

(Pub. L. 105–225, Aug. 12, 1998, 112 Stat. 1461.)

HISTORICAL AND REVISION NOTES

<i>Revised Section</i>	<i>Source (U.S. Code)</i>	<i>Source (Statutes at Large)</i>
220110	36:1309(a).	Dec. 29, 1979, Pub. L. 96–165, § 9(a), 93 Stat. 1271.

The word “various” is omitted as unnecessary.

§ 220111. Records and inspection

(a) RECORDS.—The corporation shall keep—

- (1) correct and complete records of account;
- (2) minutes of the proceedings of its members, board of governors, and committees having any of the authority of its board of governors; and
- (3) at its principal office, a record of the names and addresses of its members entitled to vote.

(b) INSPECTION.—A member, or an agent or attorney of the member, may inspect the records of the corporation for any proper purpose, at any reasonable time.

(Pub. L. 105–225, Aug. 12, 1998, 112 Stat. 1461.)

HISTORICAL AND REVISION NOTES

<i>Revised Section</i>	<i>Source (U.S. Code)</i>	<i>Source (Statutes at Large)</i>
220111	36:1309(d).	Dec. 29, 1979, Pub. L. 96–165, § 9(d), 93 Stat. 1271.

The word “records” is substituted for “books and records” for consistency in the revised title and with other titles of the United States Code.

§ 220112. Service of process

(a) DISTRICT OF COLUMBIA.—The corporation shall have a designated agent in the District of Columbia to receive service of process for the corporation. Notice to or service on the agent, or mailed to the business address of the agent, is notice to or service on the corporation.

(b) STATES, TERRITORIES, AND POSSESSIONS.—The corporation shall file, with the secretary of state or other designated official of each State, territory, or possession of the United States in which the corporation or a council, organization, chapter, or affiliate may have activities, the name and address of an agent in that State, territory, or possession on whom legal process or demands against the corporation may be served.

(Pub. L. 105–225, Aug. 12, 1998, 112 Stat. 1462.)

HISTORICAL AND REVISION NOTES

<i>Revised Section</i>	<i>Source (U.S. Code)</i>	<i>Source (Statutes at Large)</i>
220112(a)	36:1309(b).	Dec. 29, 1979, Pub. L. 96–165, § 9(b), (c), 93 Stat. 1271.