

# LAWSUITS, FINES & FEES

## Lawsuits

Not adhering to the law or a company's internal documents can open that company up to potential lawsuits from the government, shareholders or other partners in the business.

Not following company governance can also open a company or owner up to significant allegations of impropriety or misconduct. Even if you believe that you have not engaged in impropriety or misconduct it is more difficult to prove without adherence to and documentation of company actions.

## Fines and Fees

As with all government interactions, there comes the possibility of fines and fees. Some states have laws that impose significant fines or fees if it is found that a company has not followed governance obligations imposed by law or their own internal instruments.