

List of concerns that potentially “pierce the corporate veil” or “operating as the alter ego” between Central Nine Career Center and Central Nine Vocational Building Trades, Inc. (per two attorneys):

Undercapitalization

Absence of corporate records

Fraudulent representation by corporation shareholders or directors

Promoting fraud, injustice or illegal activities

Payment by corporation of personal obligations

Comingling of assets and affairs

Controlling or manipulating the corporate form

Using similar corporate names

Shared common officers, directors, employees

Similar business purposes

Use of same telephone numbers, business cards, etc.

BT should obtain its own insurance and make Central Nine an additional insured

BT and C9 should have separate legal counsel

Very clear lines where authority stops and starts

Clearly defined processes for purchasing materials, supplies, equipment, property, etc.

How disagreements will be handled

Actions and activities of BT instructor clearly defined and separated between roles