## **HOUSE BILL No. 4334**

February 27, 2013, Introduced by Reps. McMillin, Poleski, Howrylak and Clemente and referred to the Committee on Commerce.

A bill to amend 1993 PA 23, entitled "Michigan limited liability company act,"

by amending section 904 (MCL 450.4904), as amended by 2010 PA 126.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 904. (1) Except as provided in this section or otherwise prohibited, a professional limited liability company may render 1 or more professional services, and each member and manager must be a licensed person in 1 or more of the professional services rendered by the company.
  - (2) Except as provided in subsection (3) or (4), if a professional limited liability company renders a professional service that is included within the public health code, 1978 PA 368, MCL 333.1101 to 333.25211, then all members and managers of

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HOUSE BILL No. 4334

- 1 the company must be licensed or legally authorized in this state to
- 2 render the same professional service.
- 3 (3) One or more individuals licensed to engage in the practice
- 4 of medicine under part 170, the practice of osteopathic medicine
- 5 and surgery under part 175, or the practice of podiatric medicine
- 6 and surgery under part 180 of article 15 of the public health code,
- 7 1978 PA 368, MCL 333.16101 to 333.18838, may organize a
- 8 professional liability company under this article with 1 or more
- 9 other individuals licensed to engage in the practice of medicine
- 10 under part 170, the practice of osteopathic medicine and surgery
- 11 under part 175, or the practice of podiatric medicine and surgery
- 12 under part 180 of article 15 of the public health code, 1978 PA
- 13 368, MCL 333.16101 to 333.18838.
- 14 (4) Subject to section 17048 of the public health code, 1978
- 15 PA 368, MCL 333.17048, 1 or more individuals licensed to engage in
- 16 the practice of medicine under part 170, the practice of
- 17 osteopathic medicine and surgery under part 175, or the practice of
- 18 podiatric medicine and surgery under part 180 of article 15 of the
- 19 public health code, 1978 PA 368, MCL 333.16101 to 333.18838, may
- 20 organize a professional limited liability company under this
- 21 article with 1 or more physician's assistants licensed under
- 22 article 15 of the public health code, 1978 PA 368, MCL 333.16101 to
- 23 333.18838. Beginning on the effective date of the amendatory act
- 24 that added this subsection JULY 19, 2010, 1 or more physician's
- 25 assistants may not organize a professional limited liability
- 26 company under this act that will have only physician's assistants
- 27 as members.

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- 1 (5) A licensed person of another jurisdiction may become a
- 2 member, manager, employee, or agent of a professional limited
- 3 liability company, but shall not render any professional services
- 4 in this state until the person is licensed or otherwise legally
- 5 authorized to render the professional service in this state.
- 6 (6) A limited liability company may engage in the practice of
- 7 architecture, professional engineering, or professional surveying
- 8 in this state if not less than 2/3 of the members or managers of
- 9 the limited liability company are licensed in this state to render
- 10 1 or more of the professional services offered. A professional
- 11 limited liability company organized under this article may engage
- 12 in the practice of architecture, professional engineering, or
- 13 professional surveying in this state if all of the members and
- 14 managers of the professional limited liability company organized
- 15 under this article are licensed in this state to render 1 or more
- 16 of the professional services offered.
- 17 (7) A PROFESSIONAL LIMITED LIABILITY COMPANY ORGANIZED UNDER
- 18 THIS ARTICLE MAY ENGAGE IN THE PRACTICE OF PUBLIC ACCOUNTING, AS
- 19 DEFINED IN SECTION 720 OF THE OCCUPATIONAL CODE, 1980 PA 299, MCL
- 20 339.720, IN THIS STATE IF MORE THAN 50% OF THE EQUITY AND VOTING
- 21 RIGHTS OF THE PROFESSIONAL LIMITED LIABILITY COMPANY ARE HELD
- 22 DIRECTLY OR BENEFICIALLY BY INDIVIDUALS WHO ARE LICENSED OR
- 23 OTHERWISE AUTHORIZED TO ENGAGE IN THE PRACTICE OF PUBLIC ACCOUNTING
- 24 UNDER ARTICLE 7 OF THE OCCUPATIONAL CODE, 1980 PA 299, MCL 339.720
- 25 TO 339.736.