## **HOUSE BILL No. 4944**

June 19, 1997, Introduced by Reps. Griffin, Palamara, Gernaat and Middaugh and referred to the Committee on Health Policy.

A bill to amend 1962 PA 192, entitled "Professional service corporation act," by amending section 4 (MCL 450.224), as amended by 1990 PA 166.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 4. (1) One or more licensed persons may organize under
- 2 this act to become a shareholder or shareholders of a profes-
- 3 sional corporation for pecuniary profit.
- 4 (2) Except as otherwise provided in subsection (3) or other-
- 5 wise prohibited, a professional corporation may render 1 or more
- 6 professional services, except that each shareholder must be a
- 7 licensed person in 1 or more of the professional services
- 8 rendered by the corporation.
- 9 (3) If EXCEPT AS OTHERWISE PROVIDED IN THIS SECTION, IF
- 10 the professional corporation renders a professional service that
- 11 is included within the public health code, Act No. 368 of the

02813'97 \* FDD

- 1 Public Acts of 1978, being sections 333.1101 to 333.25211 of the
- 2 Michigan Compiled Laws 1978 PA 368, MCL 333.1101 TO 333.25211,
- 3 then all shareholders of the corporation shall be licensed or
- 4 legally authorized in this state to render the same professional
- 5 service. ONE OR MORE PHYSICIANS AND SURGEONS LICENSED UNDER THE
- 6 PUBLIC HEALTH CODE, 1978 PA 368, MCL 333.1101 TO 333.25211, MAY
- 7 ORGANIZE A PROFESSIONAL CORPORATION UNDER THIS ACT WITH 1 OR MORE
- 8 PHYSICIANS AND SURGEONS LICENSED UNDER DIFFERENT PROVISIONS OF
- 9 THE PUBLIC HEALTH CODE, 1978 PA 368, MCL 333.1101 TO 333.25211.
- 10 (4) A licensed person of another jurisdiction may become an
- 11 officer, director, shareholder, employee, or agent of the corpo-
- 12 ration but shall not render any professional services in this
- 13 state until the person is licensed or otherwise legally autho-
- 14 rized to render the professional service in this state.