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## **SENATE BILL No. 570**

October 1, 2013, Introduced by Senator MARLEAU and referred to the Committee on Health Policy.

A bill to amend 1993 PA 23, entitled "Michigan limited liability company act," by amending sections 902 and 904 (MCL 450.4902 and 450.4904), section 902 as amended by 2012 PA 568 and section 904 as amended by 2010 PA 126.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 902. As used in this article:

(a) "Licensed person" means an individual who is licensed or otherwise legally authorized to practice a professional service by a court, department, board, commission, or an agency of this state or another jurisdiction, any corporation or professional services corporation all of whose shareholders are licensed persons, any partnership all of whose partners are licensed persons, or any limited liability company all of whose members and managers are

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- 1 licensed persons.
- 2 (b) "Professional service" means a type of personal service to
- 3 the public that requires as a condition precedent to the rendering
- 4 of the service the obtaining of a license or other legal
- 5 authorization. Professional service includes, but is not limited
- 6 to, services rendered by a certified or other public accountant,
- 7 chiropractor, dentist, optometrist, veterinarian, osteopathic
- 8 physician, physician, surgeon, podiatrist, chiropodist, physician's
- 9 PHYSICIAN assistant, ADVANCED PRACTICE REGISTERED NURSE, NURSE
- 10 ANESTHETIST, architect, professional engineer, land surveyor, or
- 11 attorney-at-law.
- 12 (c) "Professional services corporation" means a corporation
- 13 formed under former 1962 PA 192 or a corporation incorporated under
- 14 and governed by chapter 2A of the business corporation act, 1972 PA
- 15 284, MCL 450.1101 to 450.2098.
- Sec. 904. (1) Except as provided in this section or otherwise
- 17 prohibited, a professional limited liability company may render 1
- 18 or more professional services, and each member and manager must be
- 19 a licensed person in 1 or more of the professional services
- 20 rendered by the company.
- 21 (2) Except as provided in subsection (3), or (4), OR (5), if a
- 22 professional limited liability company renders a professional
- 23 service that is included within the public health code, 1978 PA
- 24 368, MCL 333.1101 to 333.25211, then all members and managers of
- 25 the company must be licensed or legally authorized in this state to
- 26 render the same professional service.
- 27 (3) One or more individuals WHO ARE licensed to engage in the

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- 1 practice of medicine under part 170, the practice of osteopathic
- 2 medicine and surgery under part 175, 171 or the practice of
- 3 podiatric medicine and surgery under part 180 of article 15 of the
- 4 public health code, 1978 PA 368, MCL 333.16101 to 333.18838, may
- 5 organize a professional liability company under this article with 1
- 6 or more other individuals WHO ARE licensed to engage in the
- 7 practice of medicine under part 170, the practice of osteopathic
- 8 medicine and surgery under part 175, 171, or the practice of
- 9 podiatric medicine and surgery under part 180, of article 15 of the
- 10 public health code, 1978 PA 368, MCL 333.16101 to 333.18838.
- 11 (4) Subject to section 17048 of the public health code, 1978
- 12 PA 368, MCL 333.17048, 1 or more ONE OR MORE individuals WHO ARE
- 13 licensed to engage in the practice of medicine, under part 170, the
- 14 practice of osteopathic medicine and surgery under part 175, or the
- 15 practice of podiatric medicine and surgery under part 180 of
- 16 article 15 of the public health code, 1978 PA 368, MCL 333.16101 to
- 17 333.18838, PRACTICE AS A PHYSICIAN ASSISTANT, OR THE PRACTICE OF
- 18 ADVANCED PRACTICE REGISTERED NURSING, UNDER PART 171 OF THE PUBLIC
- 19 HEALTH CODE, 1978 PA 368, MCL 333.17101 TO 333.17186, may organize
- 20 a professional limited liability company under this article with ±
- 21 or more physician's assistants ANY OTHER INDIVIDUALS WHO ARE
- 22 licensed under article 15 of the public health code, 1978 PA 368,
- 23 MCL 333.16101 to 333.18838. Beginning on the effective date of the
- 24 amendatory act that added this subsection, 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.THAT PART 171.

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- 1 (5) ONE OR MORE INDIVIDUALS WHO ARE LICENSED TO ENGAGE IN THE
- 2 PRACTICE OF MEDICINE UNDER PART 171 OF THE PUBLIC HEALTH CODE, 1978
- 3 PA 368, MCL 333.17101 TO 333.17186, MAY ORGANIZE A PROFESSIONAL
- 4 LIMITED LIABILITY COMPANY UNDER THIS ARTICLE WITH 1 OR MORE
- 5 REGISTERED PROFESSIONAL NURSES WHO HOLD SPECIALTY CERTIFICATIONS IN
- 6 THE FIELD OF NURSE ANESTHETIST UNDER SECTION 17210 OF THE PUBLIC
- 7 HEALTH CODE, 1978 PA 368, MCL 333.17210.
- 8 (6) (5) A licensed person of another jurisdiction may become a
- 9 member, manager, employee, or agent of a professional limited
- 10 liability company, but shall not render any professional services
- 11 in this state until the person is licensed or otherwise legally
- 12 authorized to render the professional service in this state.
- 13 (7) (6) A limited liability company may engage in the practice
- 14 of architecture, professional engineering, or professional
- 15 surveying in this state if not less than 2/3 of the members or
- 16 managers of the limited liability company are licensed in this
- 17 state to render 1 or more of the professional services offered. A
- 18 professional limited liability company organized under this article
- 19 may engage in the practice of architecture, professional
- 20 engineering, or professional surveying in this state if all of the
- 21 members and managers of the professional limited liability company
- 22 organized under this article are licensed in this state to render 1
- 23 or more of the professional services offered.
- 24 Enacting section 1. This amendatory act does not take effect
- 25 unless Senate Bill No. 568
- of the 97th Legislature is enacted into law.