

HOUSE BILL NO. 4745

July 22, 2025, Introduced by Reps. Woolford, Pavlov, Robinson, DeBoer, Aragona, Wozniak, Kelly, St. Germaine, Roth, BeGole, Hoadley, Bruck and Greene and referred to Committee on Regulatory Reform.

A bill to amend 1975 PA 169, entitled
"Charitable organizations and solicitations act,"
by amending section 13 (MCL 400.283), as amended by 2010 PA 377.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 13. A charitable organization's registration and
2 reporting requirements under this act do not apply to any of the
3 following:

4 (a) A person that requests a contribution for the relief or
5 benefit of an individual, specified by name at the time of the

1 solicitation, if the contributions collected are turned over to the
2 named beneficiary after deducting reasonable expenses for costs of
3 solicitation, if any, and if all fund-raising functions are carried
4 on by persons that are unpaid, directly or indirectly, for ~~their~~
5 **the persons'** services.

6 (b) A charitable organization that does not intend to solicit
7 and receive and does not actually receive contributions of more
8 than \$25,000.00 during any 12-month period if all of its fund-
9 raising functions are carried on by persons that are unpaid for
10 ~~their~~**the persons'** services and if the organization makes available
11 to its members and the public a financial statement of its
12 activities for its most recent fiscal year. If the gross
13 contributions received during any 12-month period exceed
14 \$25,000.00, the person shall register under this act within 30 days
15 after the date its total contributions in that fiscal year exceed
16 \$25,000.00.

17 (c) A charitable organization that does not invite the general
18 public to become a member of the organization and confines
19 solicitation activities to solicitation drives solely among its
20 members, directors, trustees, or ~~their immediate families.~~
21 **immediate family.** As used in this subdivision, "immediate family"
22 means the grandparents, parents, spouse, brothers, sisters,
23 children, and grandchildren of a member, director, or trustee.

24 (d) An educational institution certified by the state board of
25 education.

26 (e) A veterans' organization incorporated under federal law.

27 (f) An organization that receives funds from a charitable
28 organization registered under this act that does not solicit or
29 intend to solicit or receive or intend to receive contributions

1 from persons other than the registered charitable organization, if
 2 the organization makes available to its members and the public a
 3 financial statement of its activities for its most recent fiscal
 4 year.

5 (g) A licensed hospital, hospital-based foundation, or
 6 hospital auxiliary that solicits funds solely for 1 or more
 7 licensed hospitals.

8 (h) A nonprofit service organization that is exempt from
 9 taxation under a provision of the internal revenue code other than
 10 section 501(c)(3), 26 USC 501(c)(3), whose principal purpose is not
 11 charitable, but that solicits from time to time funds for a
 12 charitable purpose by members of the organization that are not paid
 13 for the solicitation. Funds solicited under this subdivision ~~shall~~
 14 **must** be wholly used for the charitable purposes for which they were
 15 solicited, and the organization ~~must~~**shall** file with the attorney
 16 general a federal form 990 or 990-EZ.

17 (i) A nonprofit corporation, if its stock is wholly owned by a
 18 religious or fraternal society that owns and operates facilities
 19 for the aged and chronically ill and no part of its net income from
 20 the operation of the facility inures to the benefit of a person
 21 other than the residents.

22 (j) A charitable organization licensed by the department of
 23 human services that serves children and families.

24 (k) A person registered under and complying with the
 25 requirements of the public safety solicitation act, 1992 PA 298,
 26 MCL 14.301 to 14.327.

27 **(l) A nonprofit corporation that is primarily engaged in the**
 28 **collection, storage, transportation, and distribution of donated**
 29 **food items.**