



Senate Fiscal Agency  
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Senate Bill 1054 (as reported without amendment)  
Sponsor: Senator Wayne Schmidt  
Committee: Economic and Small Business Development

### **CONTENT**

The bill would amend Public Act 230 of 1897, which governs the formation of corporations for the purpose of forming summer resorts or recreational facilities associations, to do the following:

- Increase, from \$200,000 to \$6.0 million, adjusted for inflation using the Consumer Price Index, the limit on personal property of which a corporation organized under the Act could own, hold, or purchase.
- Allow a stockholder to nominate an immediate family member to exercise the stockholder's right to become a director for a corporation's board of directors.
- Increase, from \$1,000 to \$30,000 adjusted for inflation, the limit on expenditures or liabilities that a corporation's board of directors could incur on behalf of the corporation.
- Increase, from \$25 per share to \$750 per share adjusted for inflation, that stockholders could authorize a board of directors to provide for special dues.

MCL 455.3 et al.

Legislative Analyst: Tyler VanHuyse

### **FISCAL IMPACT**

The bill would have no fiscal impact on State or local government.

Date Completed: 9-29-20

Fiscal Analyst: Elizabeth Raczkowski