

**POLICY STATEMENT ON EDUCATIONAL PURPOSES  
FOR LIMITED LIABILITY COMPANIES**

Section 202(b), Act 284 of 1972, provides, in part, that a corporation which proposes to conduct educational purposes shall state the purposes and shall comply with all requirements of sections 170 to 177, Act 327 of 1931.

Act 23 of 1993 provides that a limited liability company may be formed for any lawful purpose for which a domestic corporation or a domestic partnership can be formed.

Since an educational corporation must state its specific purpose, have a least 3 incorporators, and obtain written approval from the Department of Education as a condition to filing its articles of incorporation, the Corporation Division will not file articles of organization for limited liability companies when educational purposes are specified , unless at least 3 members have signed, and the written approval of the Department of Education is received.

The above policy shall be adopted immediately and remain in effect unless rescinded or modified by the Bureau Director.

Approved by Carl L. Tyson, Director  
Corporation & Securities Bureau  
on November 10, 1994