

POLICY STATEMENT ON FRANCHISE FEES
ASSOCIATED WITH RESTATED ARTICLES

The Corporation Division shall collect additional franchise fee in accordance with Section 1062 of the Business Corporation Act, PA 284 of 1972, for restated articles which amend the articles to increase the number of authorized shares. If the restated articles amend the articles to permit the corporation to become a professional service corporation in accordance with the provisions of PA 192 of 1962, the Professional Service Act, or to permit a professional service corporation to become solely a business corporation in accordance with the Business Corporation Act, but do not increase the authorized shares, no additional franchise fee will be collected. The base shares for fee purposes will be the shares authorized at the time the restated articles are filed.

The Corporation Division shall collect franchise fee in accordance with Section 1062 of the act for restated articles which amend the articles to permit a nonprofit corporation to become a profit corporation. Franchise fees will be based on the number of shares authorized by the restated articles and are computed in the same manner as for a newly formed domestic profit corporation.

The above policy shall be adopted immediately and remain in effect unless rescinded or modified by the Bureau Director.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 October 3, 1994