

CHAMBER ACTION

Senate House Comm: RCS 4/1/2008

The Committee on Judiciary (Deutch) recommended the following amendment:

Senate Amendment (with title amendment)

Between lines 431 and 432, insert:

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Section 18. Section 621.06, Florida Statutes, is amended to read:

621.06 Rendition of professional services, limitations. -- No corporation or limited liability company organized under this act may render professional services except through its members, officers, employees, and agents who are duly licensed or otherwise legally authorized to render such professional services within this state; provided, however, this provision shall not be interpreted to include in the term "employee," as used herein, clerks, secretaries, bookkeepers, technicians, and other assistants who are not usually and ordinarily considered by

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custom and practice to be rendering professional services to the public for which a license or other legal authorization is required; and provided further, that nothing contained in this act shall be interpreted to require that the right of an individual to be a shareholder of a corporation or a member of a limited liability company organized under this act, or to organize such a corporation or limited liability company, is dependent upon the present or future existence of an employment relationship between him or her and such corporation or limited liability company, or his or her present or future active participation in any capacity in the production of the income of such corporation or limited liability company or in the performance of the services rendered by such corporation or limited liability company.

Section 19. Section 621.10, Florida Statutes, is amended to read:

621.10 Disqualification of member, shareholder, officer, agent, or employee; administrative dissolution .-- If any member, officer, shareholder, agent, or employee of a corporation or limited liability company organized under this chapter who has been rendering professional service to the public becomes legally disqualified to render such professional services within this state or accepts employment that, pursuant to existing law, places restrictions or limitations upon that person's continued rendering of such professional services, that person shall sever all employment with, and financial interests in, such corporation or limited liability company forthwith. A corporation's or limited liability company's failure to require compliance with this provision shall constitute a ground for the judicial dissolution of the corporation or limited liability company. When



a corporation's or limited liability company's failure to comply with this provision is brought to the attention of the Department of State, the department forthwith shall certify that fact to the Department of Legal Affairs for appropriate action to dissolve the corporation or limited liability company.

Section 20. Subsections (3) and (4) of section 621.13, Florida Statutes, are amended to read:

621.13 Applicability of chapters 607 and 608.--

(3) A professional corporation or limited liability company organized under this act shall exchange shares or merge only with other domestic professional corporations or limited liability companies organized under this act to render the same specific professional service, and a merger or consolidation with any foreign corporation or limited liability company is prohibited.

(3) (4) A professional corporation or limited liability company heretofore or hereafter organized under this act may change its business purpose from the rendering of professional service to provide for any other lawful purpose by amending its certificate of incorporation in the manner required for an original incorporation under chapter 607 or by amending its certificate of organization in the manner required for an original organization under chapter 608. However, such an amendment, when filed with and accepted by the Department of State, shall remove such corporation or limited liability company from the provisions of this chapter including, but not limited to, the right to practice a profession. A change of business purpose shall not have any effect on the continued existence of the corporation or limited liability company.

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======= T I T L E A M E N D M E N T =============



78	And	the	title	is	amended	as	follows:
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currently on file; amending ss. 621.06 and 621.10, F.S.; revising terms related to qualifications to render professional services; amending s. 621.13, F.S.; eliminating provisions prohibiting mergers between domestic and foreign professional corporations and limited liability companies; providing an effective date.