

Uniform Securities Act of 2002 Subcommittee of the Michigan Bar  
Association, Business law Section

**REPORT PREPARED FOR THE STATE BAR OF MICHIGAN BUSINESS LAW  
SECTION COUNCIL MEETING**

**1. Budget Request for 2005-2006**

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**2. Use of Budgeted Funds in 2004-2005**

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**3. Next Scheduled Meeting of the Committee**

To be determined after introduction of legislation.

**4. Council Approval**

None.

**5. Membership**

We last corresponded with our members in 2003. We then had 45 members, including the co-chairs. No targeted diversity effort has been made to date. We are presently unaware of the diversity composition of our membership.

**6. Accomplishments Toward Committee Objectives**

The proposed Michigan version of the Uniform Securities Act of 2002 was resubmitted as HB 5746 in 2004. We have discussed the proposed legislation with the Office of Financial and Insurance Services and have located a potential sponsor in the House of Representatives.

**7. Meetings and Programs**

None at present time, but OFIS has asked our committee to assist with rule drafting as adoption of the bill nears fruition.

**8. Publications**

None.

**9. Legislative/Judicial/Administrative Developments**

House Bill 5746 was voted out of the Commerce Committee and sent to the full House for consideration, but did not progress before the session ended. In 2004, there were two controversial matters relating to the bill. OFIS insisted that variable annuities be included within the definition of security, which created insurance industry opposition. Also, the Securities Industry Association wants banks regulated under the bill.

**10. Miscellaneous**

None.

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Respectfully submitted,

Hugh H. Makens  
Warner, Norcross & Judd LLP  
900 Fifth Third Center  
111 Lyon Street NW  
Grand Rapids, Michigan 49503-3487  
616-752-2117

Cyril Moscow  
Honigman Miller Schwartz and Cohn LLP  
2290 First National Building  
Detroit, Michigan 48226  
313-465-7486