

**Public Policy Position
HB 4840**

The Business Law Section is a voluntary membership section of the State Bar of Michigan, comprised of 3,192 members. The Business Law Section is not the State Bar of Michigan and the position expressed herein is that of the Business Law Section only and not the State Bar of Michigan. The State Bar of Michigan's position is to support HB 4840.

The Business Law Section has a public policy decision-making body with 15 members. On November 11, 2025, the Section adopted its position after an electronic discussion and vote. 15 members voted in favor of the Section's position, 0 members voted against this position, 0 members abstained, 0 members did not vote.

SUPPORT

Explanation:

Here is the language of the resolutions adopted by the Council:

WHEREAS, House Bill No. 4840 (the "Bill") was introduced by Representative Lightner of the Michigan House of Representatives and referred to the Committee on Judiciary on September 3, 2025; and

WHEREAS, the Bill would amend MCL 600.8031 to clarify that shareholder litigation and litigation among LLC members under MCL 450.1489 and 450.4515, respectively, would be assigned to the business court, regardless of whether the company is a party to the suit, and clarify that enforcement of business court judgments would occur in the business courts; and

WHEREAS, the Council of the Business Law Section (the "Section") of the State Bar of Michigan (the "Council") believes that the Bill will bring much needed clarity to an aspect of Michigan business law; and

WHEREAS, Article VI, Section 11 of the Section's Bylaws provides that "[a]ny action, which may be taken at any regular or special meeting, may be taken by unanimous written consent provided a record of the consent of each Council member is registered":

NOW, THEREFORE, BE IT RESOLVED, that the Council hereby unanimously expresses its support for the Bill and its desire that the Michigan Legislature pass the Bill.

FURTHER RESOLVED, that the appropriate members or staff of the Council shall file any and all documents with the State Bar of Michigan necessary to document this public policy position.

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