H.B. 1297 VETOES

- (1) THE NUMBER OF DIRECTORS IN A PROFESSIONAL CORPORATION MAY BE LESS THAN 3:
- (2) THE OFFICERS OF A PROFESSIONAL CORPORATION MAY BE LIMITED TO PRESIDENT, TREASURER, AND SECRETARY AND AN INDIVIDUAL MAY HOLD MORE THAN ONE OFFICE; AND
- (3) NOTWITHSTANDING ANY OTHER PROVISION OF LAW, AN INDIVIDUAL WHO HOLDS MORE THAN ONE OFFICE IN A PROFESSIONAL CORPORATION MAY ACT IN MORE THAN ONE CAPACITY TO EXECUTE, ACKNOWLEDGE, OR VERIFY ANY INSTRUMENT REQUIRED TO BE EXECUTED, ACKNOWLEDGED, OR VERIFIED BY MORE THAN ONE OFFICER.

5-118.

- (A) ONLY A QUALIFIED PERSON MAY BE APPOINTED A PROXY TO VOTE STOCK OF A PROFESSIONAL CORPORATION.
- (B) A VOTING TRUST WITH RESPECT TO STOCK OF A PROFESSIONAL CORPORATION IS NOT VALID UNLESS ALL OF THE TRUSTEES OF THE TRUST ARE STOCKHOLDERS OF THE PROFESSIONAL CORPORATION.
- (C) STOCK IN A PROFESSIONAL CORPORATION MAY NOT BE TRANSFERRED INTO A TRUST, UNLESS:
- (1) ALL SETTLORS OF THE TRUST REMAIN STOCKHOLDERS OF THE PROFESSIONAL CORPORATION FOR THE DURATION OF THE TRUST; AND
- (2) ALL TRUSTEES OF THE TRUST ARE INDIVIDUALS LICENSED IN THE STATE TO RENDER THE PROFESSIONAL SERVICE NAMED IN THE PROFESSIONAL CORPORATION'S ARTICLES OF INCORPORATION.
- (D) (1) IF A SETTLOR OF STOCK IN A PROFESSIONAL CORPORATION IN A TRUST CEASES TO BE A STOCKHOLDER IN THE CORPORATION, THE SETTLOR SHALL BE A DISQUALIFIED STOCKHOLDER AND THE CORPORATION SHALL ACQUIRE THE STOCK HELD BY THE TRUST.
- (2) AN÷ACQUISITION OF STOCK UNDER PARAGRAPH (1) FOF THIS SUBSECTION SHALL BE MADE UNDER §§ 15–113 THROUGH 15–115 OF THIS SUBTITLE. 5–119.
- (A) THE RELATIONSHIP BETWEEN AN INDIVIDUAL RENDERING PROFESSIONAL SERVICES AS AN EMPLOYEE OF A DOMESTIC OR FOREIGN PROFESSIONAL CORPORATION AND THE CLIENT OR PATIENT OF THE INDIVIDUAL IS THE SAME AS IF THE INDIVIDUAL WERE RENDERING THE SERVICES AS A SOLE PRACTITIONER.
- (B) THE RELATIONSHIP BETWEEN A DOMESTIC OR FOREIGN PROFESSIONAL CORPORATION AND THE CLIENT OR PATIENT FOR WHOM AN EMPLOYEE OF THE CORPORATION IS RENDERING PROFESSIONAL—SERVICES IS THE SAME AS THAT BETWEEN THE CLIENT OR PATIENT AND THE EMPLOYEE.