

ASSIGNMENT OF LLC MEMBERSHIP INTEREST TO TRUST

(Michigan)

ASSIGNMENT OF MEMBERSHIP INTEREST

This Assignment of Membership Interest (“Assignment”) is made effective as of the ___ day of _____, 20, by:

Assignor:

an individual, whose address is _____

Assignee:

_____, Trustee of the

Revocable Living Trust

dated _____ (“Trust”)

RECITALS

A. Assignor is the sole owner (or a member) of the following Michigan limited liability company:

LLC Name: _____

State of Formation: Michigan

Michigan LARA ID Number: _____

B. Assignor desires to transfer and assign all of Assignor’s right, title, and interest in and to the LLC membership interest to the Trust for estate-planning, continuity, and probate-avoidance purposes.

C. This Assignment is intended to be effective immediately and shall be binding upon Assignor and Assignor’s successors and assigns.

ASSIGNMENT

NOW, THEREFORE, for good and valuable consideration, the receipt and sufficiency of which are acknowledged, Assignor hereby **assigns, transfers, conveys, and sets over** to Assignee, as Trustee of the Trust, **all of Assignor’s right, title, and interest** in and to the LLC, including:

- All membership interest(s)
- All capital and profits interests
- All voting and management rights (to the extent permitted by the Operating Agreement)

to have and to hold the same **in trust**, subject to the terms of the Trust and the LLC’s Operating Agreement.

GOVERNING DOCUMENTS

This Assignment is made subject to:

- The Operating Agreement of the LLC, as amended
- The Michigan Limited Liability Company Act
- The terms of the Trust

To the extent required, the Operating Agreement of the LLC shall be deemed amended to reflect the Trust as the member.

TAX STATUS

This Assignment is intended as a **non-taxable estate-planning transfer**.
No change in federal or Michigan income tax classification is intended.

GOVERNING LAW

This Assignment shall be governed by and interpreted in accordance with the laws of the **State of Michigan**.

SIGNATURE

IN WITNESS WHEREOF, Assignor has executed this Assignment as of the date first written above.

Assignor Signature

Printed Name

NOTARY ACKNOWLEDGMENT

(Michigan)

State of Michigan

County of _____

On this ___ day of _____, **20**, before me, a Notary Public, personally appeared _____, who acknowledged executing the foregoing Assignment as his/her free act and deed.

Notary Public, State of Michigan

County of _____

My Commission Expires: _____

Acting in the County of _____

SUCCESSOR TRUSTEE INSTRUCTIONS

LLC OWNERSHIP & MANAGEMENT

(Attach to Trust Binder)

Purpose

These instructions are intended to guide the **Successor Trustee** in managing and transitioning LLC interests owned by the Trust.

1. Authority of Successor Trustee

Upon the incapacity or death of the Grantor, the Successor Trustee shall immediately have full authority to:

- Exercise all rights of membership in any LLC owned by the Trust
- Vote, manage, or appoint managers
- Sign contracts, leases, loan documents, and tax filings
- Continue or wind down business operations

No court approval is required.

2. Continuity of Business

The Trust's ownership of the LLC is intended to ensure:

- No interruption of operations
- No probate court involvement
- No delay in authority

Banks, tenants, vendors, and advisors may rely on:

- This Trust
- A Certification of Trust
- This Assignment

as evidence of authority.

3. Accounting & Separation Reminder

The Successor Trustee shall ensure that:

- Each LLC maintains its **own bank account**
- No Trust or personal expenses are paid from the LLC
- All transactions between the Trust and LLC are documented

The LLC remains a **separate legal entity** at all times.

4. Distribution or Retention of LLC Interests

The Successor Trustee shall handle LLC interests as directed by the Trust, including:

- Retaining the LLC for income
- Distributing membership interests to beneficiaries
- Selling the LLC or its assets
- Dissolving the LLC if appropriate

The Trustee may seek professional assistance as needed.

5. Liability Protection Preserved

Trust ownership of the LLC does **not** eliminate or reduce LLC liability protection.
The Successor Trustee shall maintain all formalities required to preserve that protection.

Practical Note (Plain English)

The LLC protects the assets.

The Trust protects the family.

The Successor Trustee keeps everything moving without court involvement.

If you want, I can next:

- Convert this into **RTF and PDF** (print-ready)
- Merge this into your **Michigan Trust Toolkit**
- Add **bank-friendly Certification of Trust language**
- Create a **multi-LLC schedule page** for the trust binder
- Draft a **single-member LLC Operating Agreement clause** that anticipates trust ownership

Just tell me how you want to deploy it.