

Act No. 3
Public Acts of 1992
Approved by the Governor
February 18, 1992
Filed with the Secretary of State
February 19, 1992

**STATE OF MICHIGAN
86TH LEGISLATURE
REGULAR SESSION OF 1992**

Introduced by Rep. Bennett

ENROLLED HOUSE BILL No. 5364

AN ACT to amend section 14 of Act No. 285 of the Public Acts of 1925, entitled as amended "An act to provide for the organization, operation, and supervision of credit unions; to provide for the conversion of a state credit union into a federal credit union or a credit union organized and supervised under the laws of any other state or territory of the United States and for the conversion of a federal credit union or a credit union organized and supervised under the laws of any other state or territory of the United States into a state credit union; and to provide for the merger of credit unions organized and supervised under the laws of this state, credit unions organized and supervised under the laws of any other state or territory of the United States, and federal credit unions," as amended by Act No. 205 of the Public Acts of 1987, being section 490.14 of the Michigan Compiled Laws.

The People of the State of Michigan enact:

Section 1. Section 14 of Act No. 285 of the Public Acts of 1925, as amended by Act No. 205 of the Public Acts of 1987, being section 490.14 of the Michigan Compiled Laws, is amended to read as follows:

Sec. 14. Interest rates on loans made by a credit union shall not exceed 1-1/4% a month on unpaid balances, except that a rate of 16.5% or less per annum on unpaid balances may be charged on a loan which is made on or before December 31, 1993, for the purchase of a motor vehicle. Loans made for the purchase of a motor vehicle regardless of whether the loan specifies a term to maturity or is made pursuant to a line of credit, credit card, or other similar agreements are subject to the applicable interest rate ceiling of this section. Loans made by a credit union to another credit union as permitted under this act are not subject to the interest rate limitations of this section or any other provisions of law.

This act is ordered to take immediate effect.

.....
Clerk of the House of Representatives.

.....
Secretary of the Senate.

Approved.....

.....
Governor.