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VEHICLE DOCUMENTARY PREPARATION FEE INCREASE

House Bill 5314
Sponsor: Rep. Kirk Profit
Committee: Commerce

Complete to 11-3-97

A SUMMARY OF HOUSE BILL 5314 AS INTRODUCED 10-23-97

House Bill 5314 would amend the Motor Vehicle Sales Finance Act, which regulates installment sales contracts for motor vehicles. The bill would specify that the maximum documentary preparation fees could not exceed \$75. At present the maximum fee is \$40.

Under current law, installment sale contracts must include information about: cash price; down payment or trade-in; unpaid cash price balance; insurance premiums and costs of travel emergency benefits; incidental costs; principal amount financed; finance charges; time balance; and payment schedule. The act also requires that any contract clearly state any collateral security, a summary notice of the buyer's principal legal rights respecting prepayment and rebate in the instance of repossession, and provisions as to buyer's liability respecting default.

MCL 492.113

House Bill 5314 (11-3-97)

Analyst: J. Hunault

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