

HOUSE BILL No. 5353

October 25, 2005, Introduced by Reps. Robertson, Hunter, Palsrok, Hune, Marleau, Ball, Dillon, Steil, Mayes, Clemente, Taub and Green and referred to the Committee on Banking and Financial Services.

A bill to amend 1950 (Ex Sess) PA 27, entitled
"Motor vehicle sales finance act,"
(MCL 492.101 to 492.141) by adding section 13a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 13A. (1) A SELLER IN AN INSTALLMENT SALE TRANSACTION MAY
2 PAY ON BEHALF OF THE BUYER AND AGREE TO FINANCE IN THE INSTALLMENT
3 SALE CONTRACT ALL OR PART OF ANY LOAN SECURED BY A MOTOR VEHICLE
4 THAT THE SELLER TAKES IN TRADE IN THE INSTALLMENT SALE TRANSACTION
5 OR ALL OR ANY PART OF THE BALANCE OWED UNDER A LEASE OF A MOTOR
6 VEHICLE THAT IS TERMINATED IN CONNECTION WITH THE INSTALLMENT SALE
7 TRANSACTION.

8 (2) IF SUBSECTION (1) APPLIES IN AN INSTALLMENT SALE
9 TRANSACTION, THEN THE OTHER NECESSARY OR INCIDENTAL COSTS INCLUDED
10 IN THE INSTALLMENT SALE CONTRACT UNDER SECTION 13(2)(E) SHALL

1 INCLUDE THE AMOUNT THE SELLER AGREED TO FINANCE UNDER SUBSECTION
2 (1).

3 Enacting section 1. It is the intent of the legislature that
4 this section be construed as declaring the law as it exists before
5 this section is enacted and not as modifying it.