

# HOUSE BILL No. 4911

June 12, 2007, Introduced by Rep. Young and referred to the Committee on Banking and Financial Services.

A bill to amend 1995 PA 162, entitled  
"Credit reform act,"  
by amending section 4 (MCL 445.1854).

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 4. (1) Except as provided in subsection (2), a regulated  
2 lender may charge, collect, and receive any rate of interest or  
3 finance charge for an extension of credit ~~not to~~ **THAT DOES NOT**  
4 exceed 25% per annum.

5       (2) A ~~depository institution~~ **REGULATED LENDER** may charge,  
6 collect, and receive any rate of interest or finance charge for a  
7 credit card arrangement **OR A RESIDENTIAL MORTGAGE LOAN THAT DOES**  
8 **NOT EXCEED 15% PER ANNUM.**

9       (3) Except for a fee or charge provided for in section 6 or 7,

1 in connection with an extension of credit made to an individual for  
2 personal, family, or household purposes, the interest or finance  
3 charge that is calculated on the principal balance shall be  
4 computed only on the basis of the unpaid balance.