

Legislative Analysis



CREDIT SERVICES PROTECTION ACT

Phone: (517) 373-8080
<http://www.house.mi.gov/hfa>

House Bill 4411 as introduced
Sponsor: Rep. Jim Lilly
Committee: Regulatory Reform
Complete to 5-6-19

Analysis available at
<http://www.legislature.mi.gov>

SUMMARY:

House Bill 4411 would amend the provision of the Credit Services Protection Act that requires an entity selling or attempting to sell the services of a credit services organization to perform the agreed service within 90 days after the buyer signs the contract for services. Rather than a blanket requirement (or, really, a blanket prohibition on failing to provide the required services), the bill would provide an exception when all of the following were met:

- The agreed services consist solely of one of the following:
 - The improvement of a person's credit record, history, or rating.
 - Advice or assistance regarding the improvement or repair of a person's credit record, history, or rating.
- The buyer agrees to pay for the agreed services as part of a written agreement that provides for periodic payments during the agreement's term solely for the ongoing performance of those services.
- The agreement may be canceled by the buyer without penalty or further obligation at any time.

The bill would take effective 90 days after enactment.

MCL 445.1823

FISCAL IMPACT:

The bill would have no fiscal impact on state or local government.

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