

RENTAL-PURCHASE AGREEMENT ACT (EXCERPT)
Act 424 of 1984

445.956 Prohibited provisions in rental-purchase agreement.

Sec. 6. A rental-purchase agreement shall not contain a provision requiring any of the following:

- (a) A garnishment of wages or a power of attorney to confess a judgment.
- (b) Authorization to the lessor or a person acting on the lessor's behalf to unlawfully enter upon the lessee's premises or to commit any breach of the peace in the repossession of goods.
- (c) The lessee to waive any defense, counterclaim, or right of action against the lessor or a person acting on the lessor's behalf, as the lessee's agent in collection of payments under the lease or in the repossession of goods.
- (d) The lessee to agree not to assert against the lessor or against an assignee a claim or defense arising out of the lease.
- (e) A requirement for any collection or repossession charges in excess of those allowable under section 7(e) and applicable court rules.

History: 1984, Act 424, Eff. Mar. 29, 1985.