

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

445.952 Definitions.

Sec. 2. As used in this act:

- (a) "Lessee" means a person who leases property pursuant to a rental-purchase agreement.
- (b) "Lessor" means a person who, in the ordinary course of business, regularly leases, offers to lease, or arranges for the leasing of property under a rental-purchase agreement.
- (c) "Period" means a day, week, 1 month, or other subdivision of a year.
- (d) "Rental-purchase agreement" means an agreement for the use of personal property by a lessee primarily for personal, family, or household purposes, for an initial period of 4 months or less that is automatically renewable with each payment after the initial period and that permits the lessee to become the owner of the property. Rental-purchase agreements shall not include any of the following:
 - (i) A lease or agreement which constitutes a credit sale as defined in 12 C.F.R. 226.2(a)(16) and section 1602(g) of the truth in lending act, 15 U.S.C. 1602(g).
 - (ii) A lease which constitutes a consumer lease as defined in 12 C.F.R. 213.2(a)(6).
 - (iii) Any lease for agricultural, business, or commercial purposes.
 - (iv) Any lease made to an organization.
 - (v) Any lease of money or intangible personal property.
 - (vi) A lease or agreement which constitutes a retail installment transaction as defined in section 2 of the retail installment sales act, Act No. 224 of the Public Acts of 1966, being section 445.852 of the Michigan Compiled Laws.

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