

SUBSTITUTE FOR

HOUSE BILL NO. 5353

(As amended, December 13, 2005)

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 THE BALANCE OF ANY <<INDEBTEDNESS
4 >> SECURED BY A MOTOR VEHICLE THAT THE SELLER TAKES IN TRADE
5 IN THE INSTALLMENT SALE TRANSACTION OR ALL OR ANY PART OF THE
6 BALANCE OWED UNDER A LEASE OF A MOTOR VEHICLE THAT IS TERMINATED IN
7 CONNECTION WITH THE INSTALLMENT SALE TRANSACTION.
8 (2) IF SUBSECTION (1) APPLIES IN AN INSTALLMENT SALE
9 TRANSACTION, THEN THE OTHER NECESSARY OR INCIDENTAL COSTS INCLUDED

1 IN THE INSTALLMENT SALE CONTRACT UNDER SECTION 13(2)(E) SHALL
2 INCLUDE THE AMOUNT THE SELLER AGREED TO FINANCE UNDER SUBSECTION
3 (1).

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