



# HOUSE BILL No. 4453

March 9, 1993, Introduced by Reps. Sikkema, McBryde, Dobb, Jamian, Freeman, Jaye, DeLange, Oxender and Bullard and referred to the Committee on Business and Finance.

A bill to amend section 12 of Act No. 27 of the Public Acts of the Extra Session of 1950, entitled as amended "Motor vehicle sales finance act," being section 492.112 of the Michigan Compiled Laws.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1 Section 1. Section 12 of Act No. 27 of the Public Acts of  
2 the Extra Session of 1950, being section 492.112 of the Michigan  
3 Compiled Laws, is amended to read as follows:

4 Sec. 12. (a) ~~Every~~ AN installment sale contract shall be  
5 in writing, and shall contain all of the agreements between the  
6 buyer and the seller relating to the installment sale of the  
7 motor vehicle sold, and shall be signed by both the buyer and the  
8 seller.

9 (b) ~~Every~~ AN installment sale contract shall be completed  
10 as to all essential provisions prior to the signing of ~~such~~ THE

1 contract by the buyer ~~✓~~ and ~~shall~~ contain such ~~minimum~~  
2 OTHER information as the administrator ~~shall direct~~ MAY  
3 REQUIRE.

4 (c) An exact copy of the installment sale contract shall be  
5 furnished by the seller to the buyer WITHOUT CHARGE at the time  
6 the buyer signs ~~such~~ THE contract. ~~Such~~ THE buyer's copy of  
7 the contract shall contain the signature of the seller identical  
8 with ~~such~~ THE signature on the original contract. ~~Such copy~~  
9 ~~shall be furnished to the buyer without charge.~~

10 (d) ~~Every~~ AN installment sale contract shall contain the  
11 following notice ~~✓~~ printed prominently and in the form indi-  
12 cated in 12-point type ~~✓~~ or larger ~~✓~~ directly above the space  
13 provided in the contract form for the signature of the buyer:

14 "Notice to buyer. Do not sign this contract in blank. You  
15 are entitled to 1 true copy of the contract you sign without  
16 charge. Keep it to protect your legal rights."

17 (e) The seller shall obtain from the buyer a written  
18 acknowledgment of the delivery of the copy of the contract. ~~to~~  
19 ~~the buyer.~~ ~~Such~~ THE acknowledgment shall be printed in 12-point  
20 type ~~✓~~ or larger ~~✓~~ and, if attached to the contract, it shall  
21 be printed below the buyer's signature to the contract and ~~shall~~  
22 ~~be~~ independently signed.

23 (f) ~~Every~~ AN installment sale contract shall provide for  
24 weekly, semi-monthly, or monthly ~~payment~~ PAYMENTS of the time  
25 balance in substantially equal periods and ~~in substantially~~  
26 ~~equal~~ amounts. ~~Provided, That this subsection shall~~ THIS  
27 SUBDIVISION DOES not apply to installment sale contracts made

1 between an installment seller and an installment buyer who is an  
2 employee of ~~such~~ THE installment seller. ~~, nor shall it~~ THIS  
3 SUBDIVISION SHALL NOT BE CONSTRUED TO prohibit installment sales  
4 contracts that extend the time for making installment payments  
5 for a period of not to exceed 3 months. ~~for installment buyers~~  
6 ~~engaged in seasonal occupations: Provided further, That this~~  
7 ~~subsection shall~~ THIS SUBDIVISION DOES not preclude the excep-  
8 tional installment sale contract provided for in section 22 of  
9 this act.