

REVISED STRUCTURED SETTLEMENT PROTECTION ACT (EXCERPT)
Act 296 of 2006

691.1303 Separate disclosure statement to be provided by transferee; type; contents.

Sec. 3.

Not less than 3 days before the date on which a payee signs a transfer agreement, the transferee shall provide to the payee a separate disclosure statement in bold type no smaller than 14 points setting forth all of the following:

- (a) The amounts and due dates of the structured settlement payments to be transferred.
- (b) The aggregate amount of the payments.
- (c) The discounted present value of the payments to be transferred, which shall be identified as the calculation of current value of the transferred structured settlement payments under federal standards for valuing annuities, and the amount of the applicable federal rate used in calculating the discounted present value.
- (d) The gross advance amount.
- (e) An itemized listing of all applicable transfer expenses, other than attorney fees and related disbursements payable in connection with the transferee's application for approval of the transfer, and the transferee's best estimate of the amount of the fees and disbursements.
- (f) The net advance amount.
- (g) The amount of penalties or liquidated damages payable by the payee if the payee breaches the transfer agreement.
- (h) A statement that the payee has the right to cancel the transfer agreement without penalty or further obligation not later than the third business day after the date that the payee signs the agreement.

History: 2006, Act 296, Eff. Sept. 1, 2006