

HOUSE BILL NO. 4581

June 05, 2025, Introduced by Reps. Farhat, Miller, Rheingans, Schriver and Byrnes and referred to Committee on Regulatory Reform.

A bill to amend 1995 PA 162, entitled
"Credit reform act,"
by amending section 4 (MCL 445.1854).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 4. (1) ~~Except as provided in subsection (2), a~~ **A**
2 regulated lender ~~may~~ **shall not** charge, collect, ~~and or~~ receive any
3 rate of interest or finance charge for an extension of credit ~~not~~
4 ~~to exceed 25%~~ **that is more than 10%** per annum.

5 ~~(2) A depository institution may charge, collect, and receive~~
6 ~~any rate of interest or finance charge for a credit card~~

1 ~~arrangement.~~

2 **(2)** ~~(3)~~—Except for a fee or charge provided for in section 6
3 or 7, in connection with an extension of credit made to an
4 individual for personal, family, or household purposes, the
5 interest or finance charge that is calculated on the principal
6 balance ~~shall~~**must** be computed only on the basis of the unpaid
7 balance.