

**SUBSTITUTE FOR  
HOUSE BILL NO. 6175**

A bill to amend 1950 (Ex Sess) PA 27, entitled  
"Motor vehicle sales finance act,"  
by amending section 17 (MCL 492.117).

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

1       Sec. 17. (a) In addition to the cost of insurance premiums and  
2 travel emergency benefits authorized in the preceding section of  
3 this act, the seller of a motor vehicle under an installment sale  
4 contract may require the buyer to pay certain other costs incurred  
5 in the sale of a motor vehicle under such contract as follows:

6       1. Fees, payable to the state of Michigan, for filing a lien  
7 or encumbrances on the certificate of title to a motor vehicle sold  
8 under an installment sale contract or collateral security thereto.

9       2. Fees, payable to a public official, for filing or recording

1 and satisfying or releasing the installment sale contract or  
2 instruments securing the buyer's obligation.

3 3. Fees for notarization required in connection with the  
4 filing and recording or satisfying and releasing a mortgage,  
5 judgment lien or encumbrance.

6 (b) The seller of a motor vehicle under an installment sale  
7 contract may also contract with the buyer to pay, on behalf of the  
8 buyer, such other costs incidental to the sale of a motor vehicle  
9 and contracted for voluntarily by the buyer as follows:

10 1. Fees ~~—, payable—~~ **IN AMOUNTS ESTABLISHED BY AND PAID** to the  
11 state of Michigan ~~—~~ for **TITLING AND** registration of the motor  
12 vehicle and issuance or transfer of registration plates.

13 **2. IF THE BUYER OF A MOTOR VEHICLE ELECTS TO TITLE OR REGISTER**  
14 **THE MOTOR VEHICLE ELECTRONICALLY, FEES PAYABLE TO ANY THIRD PARTY**  
15 **AUTHORIZED BY THE SECRETARY OF STATE AND TO THE SELLER FOR**  
16 **ELECTRONIC TITLING AND REGISTRATION OF THE MOTOR VEHICLE.**

17 (c) The foregoing costs may be charged, contracted for,  
18 collected or received by the seller from the buyer independently of  
19 the installment sale contract, or the seller may extend credit to  
20 the buyer for the amount of such costs and include such amount in  
21 the principal amount financed under the installment sale contract.

22 (d) Such other costs paid or payable by the buyer shall not  
23 exceed the amount which the seller expends or intends to expend  
24 therefor. Any such costs which the seller has collected from the  
25 buyer, or which have been included in the buyer's obligation under  
26 the installment sale contract which are not disbursed by the  
27 seller, as contemplated, shall be immediately refunded or credited

1 to the buyer.