



MICHIGAN
HOUSE OF REPRESENTATIVES
P.O. Box 30014
LANSING, MICHIGAN 48909-7514

MINUTES OF THE COMMITTEE
ON
FINANCIAL SERVICES

Wednesday, October 25, 2017

10:30 a.m.

Room 307 House Office Building

The House Standing Committee on Financial Services was called to order by the Chair.

Chairwoman Farrington requested attendance be called to establish a quorum of the appointed committee members:

Members present: Reps. Farrington, Graves, McCready, Lilly, VanderWall, Gay-Dagnogo, Zemke, Clemente, Green.

Members absent/excused: None

Representative Lilly moved to approve the minutes from the October 18th, 2017 meeting.

There being no objection, the motion was approved by unanimous consent.

The Chair laid Senate Bill No. 238 before the committee:

SB 238 (Booher) Consumer credit; lending practices; authority to pay referral fees under regulatory loan act; clarify.

Representative Clemente offered the following amendments to Senate Bill No. 238:

1. Amend page 2, line 17, after "~~UNLESS~~" by striking out "**BOTH**" and inserting "**ALL**".
2. Amend page 2, following line 22, by inserting:
"(C) THE LICENSEE VERIFIES THAT THE PERSON THAT LOCATED, INTRODUCED, OR REFERRED THE POTENTIAL BORROWER NOTIFIED THE POTENTIAL BORROWER OF THE FEE THE PERSON WOULD RECEIVE."

Representative Clemente discussed the proposed amendments before the committee.

Representative Gay-Dagnogo moved to amend Senate Bill No. 238. The motion did not prevail **4-5-0**.

UNFAVORABLE ROLL CALL

Yeas: Reps. Gay-Dagnogo, Zemke, Clemente and Green.

Nays: Reps. Farrington, Graves, McCready, Lilly and VanderWall.

Pass: None.

Dave Worthams, representing the Michigan Bankers Association, submitted a card in support of the bill, but did not wish to speak.

Jordan Kingdon, representing the Michigan Credit Union League, submitted a card with a neutral position on the bill, but did not wish to speak.

Representative Schor moved to report **Senate Bill No. 238** with recommendation. The motion prevailed **7-2-0**.

FAVORABLE ROLL CALL

Yeas: Reps. Farrington, Graves, McCready, Lilly, VanderWall, Gay-Dagnogo and Green.

Nays: Reps. Zemke and Clemente

Pass: None.

The Chair laid the committee at ease at 10:35 a.m.

The Chair reconvened the committee at 10:37 a.m.

The Chair laid House Bill No. 5094 before the committee:

HB 5094 (Bellino) Consumer credit; credit reports and reporting agencies; free security freeze for consumers; provide for.

Representative Bellino testified in support of the bill. Questions and discussion followed.

The Chair laid the committee at ease at 10:41 a.m.

The Chair reconvened the committee at 10:44 a.m.

The Chair laid House Bill No. 4918 before the committee:

HB 4918 (Allor) Consumer protection; unfair trade practices; veterans; prohibit pension poaching.

Representative Graves offered the following amendments to House Bill No. 4918:

1. Amend page 9, line 19, after "3i," by striking out "**or 3k.**" and inserting "**3k, or 3l.**".
2. Amend page 13, following line 12, by inserting:
"Enacting section 2. This amendatory act does not take effect unless House Bill No. 5015 of the 99th Legislature is enacted into law."

Representative Graves moved to amend House Bill No. 4918. The motion prevailed **9-0-0**.

FAVORABLE ROLL CALL

Yeas: Reps. Farrington, Graves, McCready, Lilly, VanderWall, Gay-Dagnogo, Zemke, Clemente and Green.

Nays: None.

Pass: None.

Representative Graves moved to report **House Bill No. 4918** with recommendation, as amended, as substitute (H-2). The motion prevailed **9-0-0**.

FAVORABLE ROLL CALL

Yeas: Reps. Farrington, Graves, McCready, Lilly, VanderWall, Gay-Dagnogo, Zemke, Clemente and Green.

Nays: None.

Pass: None.

The Chair laid the following bills before the committee:

HB 5015 (Wentworth) Consumer protection; unfair trade practices; disclosure requirement for certain veterans' benefit services; establish.

Representative Clemente offered the following amendments to House Bill No. 5015:

1. Amend page 1, line 1, by striking out all of section 3.
2. Amend page 12, following line 15, by inserting:
"Enacting section 2. This amendatory act does not take effect unless House Bill No. 4918 of the 99th Legislature is enacted into law."

Representative Graves moved to amend House Bill No. 5015. The motion prevailed **9-0-0**.

FAVORABLE ROLL CALL

Yeas: Reps. Farrington, Graves, McCready, Lilly, VanderWall, Gay-Dagnogo, Zemke, Clemente and Green.

Nays: None.

Pass: None.

Representative Graves moved to report **House Bill No. 5015** with recommendation, as amended, as substitute (H-2). The motion prevailed **9-0-0**.

FAVORABLE ROLL CALL

Yeas: Reps. Farrington, Graves, McCready, Lilly, VanderWall, Gay-Dagnogo, Zemke, Clemente and Green.

Nays: None.

Pass: None.

There being no further business before the committee, the Chair adjourned the meeting at 10:47 a.m.

Representative Diana Farrington, Chair_____

Sondra Gordon, Committee Clerk
House Financial Services Committee
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