

SENATE BILL NO. 701

November 06, 2025, Introduced by Senators LINDSEY, ANTHONY and CAVANAGH and referred to Committee on Finance, Insurance, and Consumer Protection.

A bill to amend 1976 PA 331, entitled
"Michigan consumer protection act,"
by amending section 3 (MCL 445.903), as amended by 2022 PA 152.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 3. (1) Unfair, unconscionable, or deceptive methods,
- 2 acts, or practices in the conduct of trade or commerce are unlawful
- 3 and are defined as follows:
- 4 (a) Causing a probability of confusion or misunderstanding as
- 5 to the source, sponsorship, approval, or certification of goods or
- 6 services.

1 (b) Using deceptive representations or deceptive designations
2 of geographic origin in connection with goods or services.

3 (c) Representing that goods or services have sponsorship,
4 approval, characteristics, ingredients, uses, benefits, or
5 quantities that ~~they~~**the goods or services** do not have or that a
6 person has sponsorship, approval, status, affiliation, or
7 connection that ~~he or she~~**the person** does not have.

8 (d) Representing that goods are new if ~~they~~**the goods** are
9 deteriorated, altered, reconditioned, used, or secondhand.

10 (e) Representing that goods or services are of a particular
11 standard, quality, or grade, or that goods are of a particular
12 style or model, if ~~they~~**the goods** are of another.

13 (f) Disparaging the goods, services, business, or reputation
14 of another by false or misleading representation of fact.

15 (g) Advertising or representing goods or services with intent
16 not to dispose of those goods or services as advertised or
17 represented.

18 (h) Advertising goods or services with intent not to supply
19 reasonably expectable public demand, unless the advertisement
20 discloses a limitation of quantity in immediate conjunction with
21 the advertised goods or services.

22 (i) Making false or misleading statements of fact concerning
23 the reasons for, existence of, or amounts of price reductions.

24 (j) Representing that a part, replacement, or repair service
25 is needed when it is not.

26 (k) Representing to a party to whom goods or services are
27 supplied that the goods or services are being supplied in response
28 to a request made by or on behalf of the party, when ~~they~~**the goods**
29 **or services** are not.

1 (l) Misrepresenting that because of some defect in a consumer's
2 home the health, safety, or lives of the consumer or ~~his or her~~ **the**
3 **consumer's** family are in danger if the product or services are not
4 purchased, when in fact the defect does not exist or the product or
5 services would not remove the danger.

6 (m) Causing a probability of confusion or of misunderstanding
7 with respect to the authority of a salesperson, representative, or
8 agent to negotiate the final terms of a transaction.

9 (n) Causing a probability of confusion or of misunderstanding
10 as to the legal rights, obligations, or remedies of a party to a
11 transaction.

12 (o) Causing a probability of confusion or of misunderstanding
13 as to the terms or conditions of credit if credit is extended in a
14 transaction.

15 (p) Disclaiming or limiting the implied warranty of
16 merchantability and fitness for use, unless a disclaimer is clearly
17 and conspicuously disclosed.

18 (q) Representing or implying that the subject of a consumer
19 transaction will be provided promptly, or at a specified time, or
20 within a reasonable time, if the merchant knows or has reason to
21 know it will not be so provided.

22 (r) Representing that a consumer will receive goods or
23 services free or without charge, or using words of similar import
24 in the representation, without clearly and conspicuously disclosing
25 with equal prominence in immediate conjunction with the use of
26 those words the conditions, terms, or prerequisites to the use or
27 retention of the goods or services advertised.

28 (s) Failing to reveal a material fact, the omission of which
29 tends to mislead or deceive the consumer, and which fact could not

1 reasonably be known by the consumer.

2 (t) Entering into a consumer transaction in which the consumer
3 waives or purports to waive a right, benefit, or immunity provided
4 by law, unless the waiver is clearly stated and the consumer has
5 specifically consented to it.

6 (u) Failing, in a consumer transaction that is rescinded,
7 canceled, or otherwise terminated in accordance with the terms of
8 an agreement, advertisement, representation, or provision of law,
9 to promptly restore to the person or persons entitled to it a
10 deposit, down payment, or other payment, or in the case of property
11 traded in but not available, the greater of the agreed value or the
12 fair market value of the property, or to cancel within a specified
13 time or an otherwise reasonable time an acquired security interest.

14 (v) Taking or arranging for the consumer to sign an
15 acknowledgment, certificate, or other writing affirming acceptance,
16 delivery, compliance with a requirement of law, or other
17 performance, if the merchant knows or has reason to know that the
18 statement is not true.

19 (w) Representing that a consumer will receive a rebate,
20 discount, or other benefit as an inducement for entering into a
21 transaction, if the benefit is contingent on an event to occur
22 subsequent to the consummation of the transaction.

23 (x) Taking advantage of the consumer's inability reasonably to
24 protect ~~his or her~~ **the consumer's** interests by reason of
25 disability, illiteracy, or inability to understand the language of
26 an agreement presented by the other party to the transaction who
27 knows or reasonably should know of the consumer's inability.

28 (y) Gross discrepancies between the oral representations of
29 the seller and the written agreement covering the same transaction

1 or failure of the other party to the transaction to provide the
2 promised benefits.

3 (z) Charging the consumer a price that is grossly in excess of
4 the price at which similar property or services are sold.

5 (aa) Causing coercion and duress as the result of the time and
6 nature of a sales presentation.

7 (bb) Making a representation of fact or statement of fact
8 material to the transaction such that a person reasonably believes
9 the represented or suggested state of affairs to be other than it
10 actually is.

11 (cc) Failing to reveal facts that are material to the
12 transaction in light of representations of fact made in a positive
13 manner.

14 (dd) Subject to subdivision (ee), representing as the
15 manufacturer of a product or package that the product or package is
16 1 or more of the following:

17 (i) Except as provided in subparagraph (ii), recycled,
18 recyclable, degradable, or is of a certain recycled content, in
19 violation of guides for the use of environmental marketing claims,
20 16 CFR part 260.

21 (ii) For container holding devices regulated under part 163 of
22 the natural resources and environmental protection act, 1994 PA
23 451, MCL 324.16301 to 324.16303, degradable contrary to the
24 definition **of degradable as** provided in ~~that act.~~ **section 16301 of**
25 **the natural resources and environmental protection act, 1994 PA**
26 **451, MCL 324.16301.**

27 (ee) Representing that a product or package is degradable,
28 biodegradable, or photodegradable unless it can be substantiated by
29 evidence that the product or package will completely decompose into

1 elements found in nature within a reasonably short period of time
2 after consumers use the product and dispose of the product or the
3 package in a landfill or composting facility, as appropriate.

4 (ff) Offering a consumer a prize if the consumer is required
5 to submit to a sales presentation to claim the prize, unless a
6 written disclosure is given to the consumer at the time the
7 consumer is notified of the prize and the written disclosure meets
8 all of the following requirements:

9 (i) Is written or printed in a bold type that is not smaller
10 than 10-point.

11 (ii) Fully describes the prize, including its cash value, won
12 by the consumer.

13 (iii) Contains all the terms and conditions for claiming the
14 prize, including a statement that the consumer is required to
15 submit to a sales presentation.

16 (iv) Fully describes the product, real estate, investment,
17 service, membership, or other item that is or will be offered for
18 sale, including the price of the least expensive item and the most
19 expensive item.

20 (gg) Violating 1971 PA 227, MCL 445.111 to 445.117, in
21 connection with a home solicitation sale or telephone solicitation,
22 including, but not limited to, having an independent courier
23 service or other third party pick up a consumer's payment on a home
24 solicitation sale during the period the consumer is entitled to
25 cancel the sale.

26 (hh) Except as provided in subsection (3), requiring a
27 consumer to disclose ~~his or her~~ **the consumer's** Social Security
28 number as a condition to selling or leasing goods or providing a
29 service to the consumer, unless any of the following apply:

1 (i) The selling, leasing, providing, terms of payment, or
2 transaction includes an application for or an extension of credit
3 to the consumer.

4 (ii) The disclosure is required or authorized by applicable
5 state or federal statute, rule, or regulation.

6 (iii) The disclosure is requested by a person to obtain a
7 consumer report for a permissible purpose described in section 604
8 of the fair credit reporting act, 15 USC 1681b.

9 (iv) The disclosure is requested by a landlord, lessor, or
10 property manager to obtain a background check of the individual in
11 conjunction with the rent or leasing of real property.

12 (v) The disclosure is requested from an individual to effect,
13 administer or enforce a specific telephonic or other electronic
14 consumer transaction that is not made in person but is requested or
15 authorized by the individual if it is to be used solely to confirm
16 the identity of the individual through a fraud prevention service
17 database. The consumer good or service must still be provided to
18 the consumer on verification of ~~his or her~~ **the consumer's** identity
19 if ~~he or she~~ **the consumer** refuses to provide ~~his or her~~ **the**
20 **consumer's** Social Security number but provides other information or
21 documentation that can be used by the person to verify ~~his or her~~
22 **the consumer's** identity. The person may inform the consumer that
23 verification through other means than use of the Social Security
24 number may cause a delay in providing the service or good to the
25 consumer.

26 (ii) If a credit card or debit card is used for payment in a
27 consumer transaction, issuing or delivering a receipt to the
28 consumer that displays any part of the expiration date of the card
29 or more than the last 4 digits of the consumer's account number.

1 This subdivision does not apply if the only receipt issued in a
2 consumer transaction is a credit card or debit card receipt on
3 which the account number or expiration date is handwritten,
4 mechanically imprinted, or photocopied. This subdivision applies to
5 any consumer transaction that occurs on or after March 1, 2005,
6 except that if a credit or debit card receipt is printed in a
7 consumer transaction by an electronic device, this subdivision
8 applies to any consumer transaction that occurs using that device
9 only after 1 of the following dates, as applicable:

10 (i) If the electronic device is placed in service after March
11 1, 2005, July 1, 2005 or the date the device is placed in service,
12 whichever is later.

13 (ii) If the electronic device is in service on or before March
14 1, 2005, July 1, 2006.

15 (jj) Violating section 11 of the identity theft protection
16 act, 2004 PA 452, MCL 445.71.

17 (kk) Advertising or conducting a live musical performance or
18 production in this state through the use of a false, deceptive, or
19 misleading affiliation, connection, or association between a
20 performing group and a recording group. This subdivision does not
21 apply if any of the following are met:

22 (i) The performing group is the authorized registrant and owner
23 of a federal service mark for that group registered in the United
24 States Patent and Trademark Office.

25 (ii) At least 1 member of the performing group was a member of
26 the recording group and has a legal right to use the recording
27 group's name, by virtue of use or operation under the recording
28 group's name without having abandoned the name or affiliation with
29 the recording group.

(iii) The live musical performance or production is identified in all advertising and promotion as a salute or tribute and the name of the vocal or instrumental group performing is not so closely related or similar to that used by the recording group that it would tend to confuse or mislead the public.

(iv) The advertising does not relate to a live musical performance or production taking place in this state.

(v) The performance or production is expressly authorized by the recording group.

(ll) Violating the medical debt protection act.

~~(mm)~~ ~~(ll)~~—Violating section 3e, 3f, 3g, 3h, 3i, 3k, 3l, 3m, or 3o.

(2) The attorney general may promulgate rules to implement this act under the administrative procedures act of 1969, 1969 PA 306, MCL 24.201 to 24.328. The rules must not create an additional unfair trade practice not already enumerated by this section. However, to assure national uniformity, rules must not be promulgated to implement subsection (1)(dd) or (ee).

(3) Subsection (1)(hh) does not apply to either of the following:

(a) Providing a service related to the administration of health-related or dental-related benefits or services to patients, including provider contracting or credentialing. This subdivision is intended to limit the application of subsection (1)(hh) and is not intended to imply that this act would otherwise apply to health-related or dental-related benefits.

(b) An employer providing benefits or services to an employee.

Enacting section 1. This amendatory act does not take effect unless House Bill No. ____ (request no. H04262'25) of the 103rd

1 Legislature is enacted into law.