

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of
The Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): April 16, 1998

Credit Acceptance Corporation
(Exact name of registrant as specified in its charter)

Michigan
(State or other jurisdiction of incorporation)

000-20202
(Commission File Number)

38-1999511
(IRS Employer Identification No.)

25505 West Twelve Mile Road, Suite 3000, Southfield, Michigan 48034-8339
(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: (248) 353-2700

Not Applicable
(Former name or former address, if changed since last report)

ITEM 4. CHANGES IN REGISTRANT'S CERTIFYING ACCOUNTANT.

On April 16, 1998, Arthur Andersen LLP informed Credit Acceptance Corporation (the "Registrant") that the client-auditor relationship between Arthur Andersen LLP and the Registrant had ceased. Although the Registrant had not communicated such fact to Arthur Andersen LLP, this notification followed the Registrant's determination to seek competitive bids from independent accounting firms, including Arthur Andersen LLP, with respect to the engagement of independent accountants to audit the Registrant's financial statements for the year ending December 31, 1998. The Registrant and Arthur Andersen LLP concur that such notification constitutes an indication by Arthur Andersen LLP that it declines to stand for re-election within the meaning of Item 4(a) of Form 8-K, although the Registrant is not required to seek shareholder approval or ratification of the appointment of independent accountants. The change of independent accountants was not reviewed, recommended or approved by the Registrant's Audit Committee or its Board of Directors. The Registrant is currently in the process of selecting independent accountants for its fiscal year ending December 31, 1998, and has placed no limitations on Arthur Andersen LLP in responding fully to inquiries of the successor accountant.

The reports of Arthur Andersen LLP on the Registrant's financial statements for each of the years in the two year period ended December 31, 1997 contained no adverse opinion or disclaimer of opinion and were not qualified or modified as to uncertainty, audit scope or accounting principle.

In connection with its audits for the two most recent years and from January 1, 1998 through April 16, 1998, (i) there were no disagreements between the Registrant and Arthur Andersen LLP on any matter of accounting principles or practices, financial statement disclosure, or auditing scope or procedure, which disagreements if not resolved to the satisfaction of Arthur Andersen LLP would have caused them to make reference thereto in their report on the financial statements for such fiscal years and (ii) there were no reportable events as defined in Regulation S-K Item 304(a)(1)(v).

The Registrant has provided Arthur Andersen LLP with a copy of the above disclosures which the Registrant is making in response to Item 304(a) of Regulation S-K and has requested that Arthur Andersen LLP furnish it with a letter addressed to the Securities and Exchange Commission stating whether or not it agrees with such disclosures. A copy of such letter dated April 23, 1998, is filed as Exhibit 16 to this Form 8-K.

ITEM 7: FINANCIAL STATEMENTS AND EXHIBITS

Exhibit 16 Letter from Arthur Andersen LLP, dated April 23, 1998

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

April 23, 1998

CREDIT ACCEPTANCE CORPORATION

/s/ Donald A. Foss

By: Donald A. Foss

Its: President and Chief Executive Officer

April 23, 1998

Ms. Jane B. Adams
Acting Chief Accountant, Securities and Exchange Commission
Office of Chief Accountant
Securities and Exchange Commission
450 Fifth Street, N. W.
Washington, D.C. 20549

Dear Ms. Adams:

We have read Item 4 included in the Form 8-K dated April 23, 1998 of Credit Acceptance Corporation filed with the Securities and Exchange Commission and are in agreement with the statements contained therein.

Very truly yours,

/s/ Arthur Andersen LLP

cc: Brett A. Roberts, Executive Vice President and Chief Financial Officer,
Credit Acceptance Corporation