

HOUSE BILL 1923

By Sargent

AN ACT to amend Tennessee Code Annotated, Title 45,
Chapter 12, relative to flex loans.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 45-12-111(f)(1), is amended by deleting the subdivision and by substituting instead the following:

(1) In the event a customer defaults under the terms of a flex loan plan, the licensee may:

SECTION 2. Tennessee Code Annotated, Section 45-12-111(f)(1)(A), is amended by deleting the subdivision and by substituting instead the following:

(A) If the licensee refers the customer's account to an attorney for collection, including a regular salaried employee of the licensee, and the flex loan plan so provides, charge and collect from the customer a reasonable attorney's fee; and

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.