

HOUSE BILL 2927

By Sparks

AN ACT to amend Tennessee Code Annotated, Section 45-15-111, relative to reimbursement of repossession charges for title pledge lenders.

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

SECTION 1. Tennessee Code Annotated, Section 45-15-111(b), is amended by designating the existing language as subdivision (1) and by adding the following language to be designated as subdivision (2):

(2) Notwithstanding subdivision (1):

(A) A title pledge lender shall not assess and collect, as reimbursement, a repossession charge for the pledged property, which is the subject of the title pledge agreement, if the pledged property is returned to the title pledge office prior to any repossession action being instituted.

(B) If repossession actions have been instituted, the title pledge lender may assess and collect, as reimbursement, a repossession charge not to exceed the actual amount charged by one (1) or more attorneys and one (1) or more contractors related to instituting a repossession action, but shall not assess and collect any towing or storage fee if the pledge property is returned to the title pledge office by the pledgor or an agent of the pledgor.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.