

SENATE BILL 1029

By Briggs

AN ACT to amend Tennessee Code Annotated, Title 4,
Chapter 51; Title 39; Title 45; Title 47 and Title 48,
relative to financial institutions.

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

SECTION 1. Tennessee Code Annotated, Title 4, Chapter 51, Part 3, is amended by adding the following as a new section:

4-51-331.

(a) A licensee shall not allow a person placing a bet or wager to engage in the following activities in the same building where the person placed the bet or wager:

(1) Entering into a flex loan plan pursuant to the Flexible Credit Act, compiled in title 45, chapter 12;

(2) Entering into a title pledge agreement pursuant to the Tennessee Title Pledge Act, compiled in title 45, chapter 15;

(3) Entering into a deferred presentment services agreement pursuant to the Deferred Presentment Services Act, compiled in title 45, chapter 17; or

(4) Entering into a transaction pursuant to the Check Cashing Act of 1997, compiled in chapter 45, chapter 18.

(b) A licensee shall not include in a contract, agreement, or similar document for a transaction as described in subdivisions (a)(1)-(4) with a person placing a bet or wager a provision that requires the application of the proceeds of a winning bet or wager to an outstanding amount owed to the licensee by the person for a transaction as described in subdivisions (a)(1)-(4).

(c) The board shall notify the department of financial institutions of violations of this section.

(d) The assessment of penalties under this part for violations of this section do not prohibit the application of penalties under title 45.

SECTION 2. Tennessee Code Annotated, Title 45, Chapter 12, is amended by adding the following as a new section:

A violation of § 4-51-331 constitutes a violation of this chapter.

SECTION 3. Tennessee Code Annotated, Title 45, Chapter 15, is amended by adding the following as a new section:

A violation of § 4-51-331 constitutes a violation of this chapter.

SECTION 4. Tennessee Code Annotated, Title 45, Chapter 17, is amended by adding the following as a new section:

A violation of § 4-51-331 constitutes a violation of this chapter.

SECTION 5. Tennessee Code Annotated, Title 45, Chapter 18, is amended by adding the following as a new section:

A violation of § 4-51-331 constitutes a violation of this chapter.

SECTION 6. This act takes effect upon becoming a law, the public welfare requiring it, and applies to prohibited conduct occurring on or after the effective date of this act.