

SENATE BILL 1132

By Swann

AN ACT to amend Tennessee Code Annotated, Title 56,
relative to captive insurance companies.

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

SECTION 1. Tennessee Code Annotated, Section 56-13-112, is amended by deleting subsection (d) and substituting the following:

(d) Except where specifically provided otherwise, insurance by a captive insurance company of any workers' compensation or accident and health qualified self-insured plan of its parent and affiliates, and the assumption of risk by a captive insurance company under any service contract issued by a parent or affiliate, is deemed to be reinsurance.

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