



State of Tennessee

PUBLIC CHAPTER NO. 803

SENATE BILL NO. 1286

By Bailey

Substituted for: House Bill No. 1062

By Vaughan

AN ACT to amend Tennessee Code Annotated, Title 4; 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 45, Chapter 4, Part 6, is amended by adding the following as a new section:

45-4-611.

Notwithstanding another law to the contrary, a credit union with a state charter may purchase a participation interest in a loan from a bank, another credit union, or another eligible organization as provided in 12 CFR 701.22, without requiring membership of the borrower of the loan.

SECTION 2. This act takes effect July 1, 2024, the public welfare requiring it.

SENATE BILL NO. 1286

PASSED: April 11, 2024



RANDY McNALLY
SPEAKER OF THE SENATE



CAMERON SEXTON, SPEAKER
HOUSE OF REPRESENTATIVES

APPROVED this 29th day of April 2024



BILL LEE, GOVERNOR