

Filed for intro on 02/18/99
SENATE BILL 900 By
Rochelle

HOUSE BILL 1273
By Kisber

AN ACT to amend Tennessee Code Annotated, Title 47, Chapter 14, relative to commercial instruments and transactions.

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

SECTION 1. Tennessee Code Annotated, Section 47-14-104(a), is amended by adding the following as a new subdivision (a)(3), and by redesignating the subsequent subdivisions as (a)(4) and (a)(5):

() It shall be permitted to include in a motor vehicle retail installment contract containing the time price differential any amounts actually paid or to be paid by a seller pursuant to an agreement with a buyer to discharge a security interest, lien or lease interest on property traded in by a buyer. It shall also be permitted for any lessor of a motor vehicle to include in a lease the outstanding balance of a prior loan or lease of a motor vehicle used as a trade-in, as well as other items that are capitalized or amortized during the lease term without any regulation of interest, loans or loan charges, commitment fees or brokerage commissions, regardless of whether the lessor disposes of the lease containing the payoff balance pursuant to a prearranged agreement, on a recourse basis, or otherwise.

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