

HOUSE BILL 272

By Gant

AN ACT to amend Tennessee Code Annotated, Title 56, Chapter 6 and Title 56, Chapter 8, relative to commissions.

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

SECTION 1. Tennessee Code Annotated, Section 56-6-113, is amended by deleting subsection (e) and substituting the following:

(e) Except as prohibited by federal law, an insurer or insurance producer may pay a referral fee to an unlicensed person; as long as the unlicensed person does not discuss the specific insurance policy terms and conditions. The referral compensation must not depend on whether the referred customer purchases an insurance product from the licensed producer.

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