



# *State of Tennessee*

## **PUBLIC CHAPTER NO. 227**

**SENATE BILL NO. 172**

**By Ketron**

Substituted for: House Bill No. 531

By Shepard, Hardaway

AN ACT to amend Tennessee Code Annotated, Title 56, Chapter 8, relative to insurance.

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

SECTION 1. Tennessee Code Annotated, Section 56-8-106(b), is amended by adding the following as a new subdivision:

(13) Require, in connection with a loan or extension of credit secured by real property, that the debtor procure insurance for the protection of the property for an amount that exceeds the replacement cost of the structures existing on the secured property at the time of the loan or extension of credit or, in the case of a construction or improvement loan, insurance that exceeds the replacement value the structures are expected to have upon completion of the construction or improvements;

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

SENATE BILL NO. 172

PASSED: April 8, 2015

  
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RON RAMSEY  
SPEAKER OF THE SENATE

  
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BETH HARWELL, SPEAKER  
HOUSE OF REPRESENTATIVES

APPROVED this 21<sup>st</sup> day of April 2015

  
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BILL HASLAM, GOVERNOR