

HOUSE BILL 1922

By Sexton

AN ACT to amend Tennessee Code Annotated, Title 43,  
relative to commodities.

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

SECTION 1. Tennessee Code Annotated, Section 43-32-106, is amended by adding the following language as new subsections:

(j) Notwithstanding any provision of this chapter to the contrary, a commodity dealer, warehouseman or commodities warehouseman who pays in full for all commodities purchased at, or prior to, the time that such person accepts delivery of the commodities, shall not be required to have a surety bond as prescribed in this section.

(k) A commodity dealer, warehouseman or commodities warehouseman who pays less than the full amount for commodities due to be paid a producer upon the delivery of such commodities shall be required to file and maintain a surety bond in the amount required by § 43-32-106.

SECTION 2. Tennessee Code Annotated, Section 43-32-108(b), is amended by deleting the language “The producer furnishing written notice within the prescribed length of time is entitled to the benefits of the commodity dealer's or warehouseman's bond.” and by substituting instead the language “The producer furnishing written notice within the prescribed length of time is entitled to the benefits of the commodity dealer's or warehouseman's bond if such bond is required in accordance with § 43-32-106.

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.