

SENATE BILL 1297

By Johnson

AN ACT to amend Tennessee Code Annotated, Title 45,
Chapter 2 relative to state banks.

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

SECTION 1. Tennessee Code Annotated, Section 45-2-1102, is amended by adding as a new subsection (d) the following:

(d)

(1) The loan limit provided in this section shall take into consideration the credit exposure to derivative transactions.

(2) For purposes of this section, "derivative transactions" means any transaction that is a contract, agreement, swap, warrant, note, or option that is based, in whole or in part, on the value of, any interest in, or any quantitative measure or the occurrence of any event relating to one (1) or more commodities, securities, currencies, interest, or other rates, indices, or other assets.

SECTION 2. This act shall take effect on January 1, 2013, the public welfare requiring it.