

SENATE BILL 1582

By Ketron

AN ACT to amend Tennessee Code Annotated, Title 35;
Title 47 and Title 55, relative to funds held in trust.

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

SECTION 1. Tennessee Code Annotated, Section 55-27-103, is amended by designating the current language as subsection (a) and by adding the following as a new subsection:

(b) This section shall not apply to a manufacturer unless the manufacturer has entered the zone of insolvency. A manufacturer is presumed to be within the zone of insolvency during the one hundred eighty-day period prior to the filing of a petition for relief under the United States bankruptcy code.

SECTION 2. This act shall take effect July 1, 2011, the public welfare requiring it.