



**BILL HASLAM**  
GOVERNOR

STATE OF TENNESSEE  
**DEPARTMENT OF FINANCIAL INSTITUTIONS**  
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**GREG GONZALES**  
COMMISSIONER

To: Premium Finance Companies

From: David Axford   
Chief Administrator/Compliance Division

Date: May 11, 2015

Re: Annual Supervision Fee for Premium Finance Companies

On September 15, 2014, Commissioner Gonzales issued a notice to all non-depository institutions regulated by this Department in connection with the enactment of Public Chapter 736 of the Acts of 2014, which changes the way that licensees and registrants are assessed licensing, registration and examination fees, combining those fees into a single supervision fee, and which changes the licensing year for some institutions. A copy of that notice is available for review and download on the Department's website: [http://www.tennessee.gov/tdfi/compliance/FundingBill\(PC736\).pdf](http://www.tennessee.gov/tdfi/compliance/FundingBill(PC736).pdf). Part of Public Chapter 736 affecting premium finance companies went into effect on April 15, 2015, and the remainder of the Public Chapter becomes effective July 1, 2015. This communication is intended to provide more detail about the effect of Public Chapter 736 on premium finance companies in 2015.

#### Renewal of Licenses in 2015

Current licenses have an expiration date of June 30, 2015. Each license may be renewed upon application by the licensee showing continued compliance with the requirements of Tenn. Code Ann. § 56-37-104, and payment of a renewal fee of three hundred dollars (\$300). The completed renewal application and payment of the renewal fee must be received by the Department on or before July 1, 2015. Licenses that are renewed in 2015 will expire on March 31, 2016.

#### Applications for New Licenses in 2015

A person filing an application for a new license at any time up to and including June 30, 2015, will pay the current license fee of two hundred dollars (\$200), and any license issued will have an expiration date of July 1, 2015.

A person filing an application for a new license from July 1, 2015 until the new supervision fee effective date will pay a supervision fee of five hundred dollars (\$500), and any license issued will have an expiration date of March 31, 2016.

A person filing an application for a new license on and after the new supervision fee effective date will pay a supervision fee determined in accordance with Tenn. Code Ann. § 45-1-118(i), and any license will have an expiration date of March 31, 2016.

#### Inspection and Examination Fees

The supervision fee authorized by Public Chapter 736 includes annual licensing and registration fees and the costs for a routine examination or investigation. Any licensed location for which a supervision fee has been paid (i.e., any location for which a license is issued pursuant to an application filed on and after July 1, 2015) will not pay a separate fee for a routine examination. Any licensed location for which a supervision fee has not been paid will continue to pay the actual and reasonable costs for any examination conducted.

#### Renewal of Licenses in 2016

Licenses with an expiration date of March 31, 2016 may be renewed for the ensuing twelve month period upon application by the licensee showing continued compliance with the requirements of Tenn. Code Ann. § 56-37-104, and payment of the nonrefundable supervision fee as provided in Tenn. Code Ann. § 45-1-118(i). The new supervision fee will be posted on the Department's website each year as soon as it has been determined. The completed renewal fee and payment of the annual supervision fee must be received by the Department on or before March 1, 2016.

#### Additional Information

Any questions or concerns may be directed to the Department's Compliance Division by telephone, at (615) 253-6714, or by e-mail, at [askmortgage.licensing@tn.gov](mailto:askmortgage.licensing@tn.gov).