



Description



TN FLEXIBLE CREDIT (HEADQUARTERS) LICENSE

Who is required to have this license?

Any person engaged in the business of making flex loans. "Person" means an individual, group of individuals, partnership, association, corporation, or any other business unit or legal entity. "Flex loan" means a loan made pursuant to a flex loan plan. "Flex loan plan" means a written agreement subject to T.C.A. § 45-12-101, et seq. between a licensee and a customer establishing an open-end credit plan under which the licensee contemplates repeated noncommercial loans for personal, family, or household purposes, that:

- (A) May be unsecured or secured by personal property;
- (B) May be without fixed maturities or limitation as to the length of term; and
- (C) Are subject to prepayment in whole or in part at any time without penalty.

Pre-requisites for License Applications

- Net worth - \$50,000 for headquarters plus an additional \$50,000 for each additional location
- Bond amount / Letter of Credit - \$25,000 for each location, but not to exceed an aggregate of \$200,000
- Criminal background check for individuals in a position of control. [Click here for more information.](#)
- Credit check - Credit report through NMLS for each director, officer, or ten percent (10%) or more shareholder of the applicant or who owns or controls the applicant

WHO TO CONTACT – Contact Compliance Division licensing staff by phone at (615) 253-6714 or send your questions via e-mail to ask.licensing@tn.gov for additional assistance.

THE APPLICANT/LICENSEE IS FULLY RESPONSIBLE FOR ALL OF THE REQUIREMENTS OF THE LICENSE FOR WHICH THEY ARE APPLYING. THE JURISDICTION SPECIFIC REQUIREMENTS CONTAINED HEREIN ARE FOR GUIDANCE ONLY TO FACILITATE APPLICATION THROUGH THE NMLS. SHOULD YOU HAVE QUESTIONS, PLEASE CONSULT LEGAL COUNSEL.