



BULLETIN

NO. B-92-2

TO: All State-Chartered Banks

FROM: Talmadge B. Gilley, CFE
Commissioner

RE: Payable-On-Death Accounts

DATE: October 28, 1992

This department has recently received several inquiries as to whether more than one beneficiary may be named on a Payable-On-Death Account. These inquiries typically arise from customers who want to name each of their children as beneficiaries on a single certificate of deposit. However, Public Chapter 51 of the Acts of 1991 amended T.C.A. Section 45-2-704(b) to prohibit the naming of more than one beneficiary on any P.O.D. account.

Accordingly, under present law parents wishing to name their children as beneficiaries must purchase a separate CD for each child and name only one beneficiary per CD. In issuing this Bulletin this department has taken no position with regard to the change in T.C.A. Section 45-2-704(b). This Bulletin is merely intended to remind all state-chartered banks of the current status of this law. Any questions regarding this Bulletin may be addressed to staff attorney Roger W. Thomas at 615/741-0346.

TBG:RWT:DCG