

House Bill 245

By: Representatives Kidd of the 141st, Battles of the 15th, Greene of the 149th, Mills of the 25th, Carter of the 175th, and others

A BILL TO BE ENTITLED
AN ACT

1 To amend Article 1 of Chapter 7 of Title 10 of the Official Code of Georgia Annotated,
2 relating to contract of suretyship, so as to provide that the surety or cosigner of a loan is
3 entitled to notice of a default by the principal; to provide for related matters; to provide for
4 an effective date; to repeal conflicting laws; and for other purposes.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

6 **SECTION 1.**

7 Article 1 of Chapter 7 of Title 10 of the Official Code of Georgia Annotated, relating to
8 contract of suretyship, is amended by adding a new Code section to read as follows:

9 "10-7-1.1.

10 Any surety or cosigner on a loan obligation shall be notified at the same time that the
11 principal is notified that he or she is in default on the loan."

12 **SECTION 2.**

13 This Act shall become effective on July 1, 2011.

14 **SECTION 3.**

15 All laws and parts of laws in conflict with this Act are repealed.