

HOUSE BILL 625

By Darby

AN ACT to amend Tennessee Code Annotated, Title 67,
Chapter 4, Part 4, relative to recordation tax on
transfers related to entities.

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

SECTION 1. Tennessee Code Annotated, Section 67-4-409(a)(3), is amended by
adding a new subdivision (l):

(l) Are transfers by a transferor of real estate to a limited liability company, a
corporation, or a partnership when the transferor is a member, stockholder, or partner,
respectively, as a capital contribution to the business entity or a transfer from such entity
to such existing member, stockholder, or partner as a distribution from the business
entity.

SECTION 2. This act takes effect upon becoming a law, the public welfare requiring it.