

HOUSE BILL 3551

By Maddox

AN ACT to amend Tennessee Code Annotated, Title 67,
Chapter 6, relative to sales tax.

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

SECTION 1. Tennessee Code Annotated, Section 67-6-202(a), is amended by deleting the subsection in its entirety and by substituting instead the following:

For the exercise of the privilege of engaging in the business of selling tangible personal property at retail in this state, a tax is levied on the sales price of each item or article of tangible personal property when sold at retail in this state; the tax is to be computed on gross sales for the purpose of remitting the amount of tax due the state and is to include each and every retail sale. The tax shall be levied at the rate of seven percent (7%).

SECTION 2. Tennessee Code Annotated, Section 67-6-702(a)(1), is amended by deleting the subdivision in its entirety and by substituting instead the following:

(a)(1) Any county, by resolution of its county legislative body, or any incorporated city or town, by ordinance of its governing body, is authorized to levy a tax on the same privileges subject to this chapter as the chapter may be amended, that are exercised within such county, city or town, to be levied and collected in the same manner and on all such privileges, but not to exceed two and three-fourths percent (2.75%).

SECTION 3. Tennessee Code Annotated, Section 67-6-702(a)(2), is amended by deleting the subdivision in its entirety.

SECTION 4. Tennessee Code Annotated, Section 67-6-702(b), is amended by deleting the last sentence from the subsection.

SECTION 5. Tennessee Code Annotated, Section 67-6-702(d), is amended by deleting the subsection in its entirety.

SECTION 6. Tennessee Code Annotated, Section 67-6-702(e), is amended by deleting the last sentence from the subsection.

SECTION 7. This act shall take effect July 1, 2010, the public welfare requiring it.