

SENATE BILL 1198

By White

AN ACT to amend Tennessee Code Annotated, Section
67-4-2008, relative to passive investment income.

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

SECTION 1. Tennessee Code Annotated, Section 67-4-2008(a)(11)(B)(iii), is amended
by adding the following language at the end of the subdivision:

provided, however, that for any entity that qualified as an obligated member entity as of
January 1, 2019, "passive investment income" also includes rents from commercial
property;

SECTION 2. This act shall take effect July 1, 2019, the public welfare requiring it, and
shall apply to tax years beginning on or after January 1, 2019.