

SENATE BILL 1855  
By Burchett

AN ACT to amend Tennessee Code Annotated, Title 67, Chapter 6, Part 3, relative to sales and use tax exemptions.

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

SECTION 1. Tennessee Code Annotated, Section 67-6-303, is amended by deleting the section in its entirety and substituting instead the following:

(a) There is exempt from the tax imposed by this chapter any sale of a motor vehicle which is sold in this state if such vehicle is registered in this state in accordance with provisions of Title 55 and such vehicle is sold to a member of a uniformed service, as defined in the Internal Revenue Code of 1954, who, at the time of the purchase, is on active duty.

(b) Dealers shall support each such sale by attachment to their file copy of the invoice evidence that the purchaser is an active duty member of a uniformed service.

(c) There is exempt from the tax imposed by this chapter the sale or use of any motor vehicle purchased and used outside the United States, but titled and registered in Tennessee, by an active duty member of a uniformed service of the United States while such individual is stationed under orders of such member's branch of service on a

military reservation located outside the United States. Such exemption is contingent on the motor vehicle remaining outside the United States. Such motor vehicle shall also be exempt from any motor vehicle tax set forth in § 5-8-102.

SECTION 2. This act shall take effect July 1, 2001, the public welfare requiring it.