

HOUSE BILL 442

By McDaniel

AN ACT to amend Tennessee Code Annotated, Section 67-6-203, relative to imposition of use tax on food sales packaged with the sale of a hotel room.

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

SECTION 1. Tennessee Code Annotated, Section 67-6-203(a), is amended by adding the following language at the end of the subsection:

However, if food or drink is supplied as part of a packaged room rate by lodging operators, and if the purchase price for such lodging is subject to sales tax, and if no separate charge is made for such food or drink, then such food or drink shall be considered to be sold at retail as part of the total charge for the room and no tax in addition to the sales tax on the combined room rate shall be charged.

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