

SENATE BILL 2060

By Gardenhire

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

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

SECTION 1. Tennessee Code Annotated, Title 67, Chapter 6, Part 5, is amended by adding the following new section:

(a) Notwithstanding any law to the contrary, for transactions that are sales for resale, each business primarily engaged in retail sales shall collect at the point of sale of goods or services taxable under this chapter the state and local tax levied upon such goods or services at the rate provided by law on the retail sales price.

(b) Each purchaser of goods or services for a subsequent, bonafide resale may file with the purchaser's monthly return a claim for a refund of state and local taxes paid on such goods or services in accordance with subsection (a) on a form prescribed by the commissioner.

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