

HOUSE BILL 1437

By Sargent

AN ACT to amend Tennessee Code Annotated, Title 67,  
Chapter 2, relative to tax levied on income from  
stock dividends and interest on bonds.

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

SECTION 1. Tennessee Code Annotated, Section 67-2-102, is amended by deleting the section and substituting instead the following:

(a) An income tax shall be levied and collected on incomes derived by way of dividends from stocks or by way of interest on bonds of each person, partnership, association, trust and corporation in this state who received, or to whom accrued, or to whom was credited during any year income from the sources enumerated in this subsection, except as otherwise provided in this chapter.

(b) The income tax shall be levied and collected annually pursuant to this chapter according to the following schedule:

<u>For tax years that begin</u>	<u>Tax Rate</u>
Prior to January 1, 2016	6.00%
On or after January 1, 2016	5.5%

SECTION 2. Tennessee Code Annotated, Section 67-2-119, is amended by deleting the language "at the rate of six percent (6%) per annum" wherever it appears and by substituting instead the language "at the applicable rate provided in § 67-2-102(b)".

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.