

SENATE BILL 1074

By Haynes

AN ACT to amend Tennessee Code Annotated, Title 67,
Chapter 6, Part 2, relative to sales of food and
food ingredients.

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

SECTION 1. Tennessee Code Annotated, Section 67-6-228(a), is amended by deleting the subsection in its entirety and by substituting instead the following:

(a)

(1) Notwithstanding any provision of this part to the contrary, except as otherwise provided in subdivision (a)(2) and subsection (b), the retail sale of food and food ingredients for human consumption shall be taxed at the rate of five and one half percent (5½%) of the sales price.

(2) In lieu of the rate of tax imposed by subdivision (a)(1), except as otherwise provided in subsection (b):

(A) On and after July 1, 2011, the retail sale of food and food ingredients for human consumption shall be taxed at the rate of five percent (5%) of the sales price; and

(B) On and after July 1, 2012, the retail sale of food and food ingredients for human consumption shall be taxed at the rate of four and one-half percent (4½%) of the sales price.

SECTION 2. This act shall take effect July 1, 2011, the public welfare requiring it.