



## Tennessee Department of Revenue

### Important Reminder: Upcoming Sales Tax Holiday

#### **Sales Tax Holiday Transactions Must Be Properly Reported**

Tennessee's Sales and Use Tax Return was changed last year to accommodate sales tax holidays. As a result, retailers selling items exempt from tax during these tax holiday periods **must** report their exempt sales on Schedule A, Line J of their Sales and Use Tax Return.

The line for these sales tax holiday exempt transactions is shown as follows, from Schedule A of the return:

#### **SCHEDULE A - EXEMPT TRANSACTIONS**

##### **J. Sales Tax Holiday (first Friday through following Sunday in August).**

It is **critical** that these exempt holiday sales be reflected on Schedule A, Line J. Failing to properly reflect these figures affects Revenue's ability to properly dispense funds back to local governments. Entities not reflecting these figures properly may receive calls and/or correspondence from our Department, resulting in unnecessary processing delays and/or additional paperwork from your company.

Tenn. Code Ann. Section 67-6-393 establishes annual sales tax holidays in Tennessee. The holiday starts each year at 12:01 a.m. on the first Friday in August and ends at 11:59 p.m. on the following Sunday. During each holiday period, consumers have the opportunity to purchase certain school supplies, computers, and clothing tax-free.

If you have any questions about how to reflect sales tax holiday sales on the return, please contact our call center. Our direct telephone number is (615) 253-0600, or you may call our statewide toll-free number at (800) 342-1003, from 7 a.m. to 5 p.m., Central time, Monday through Friday. You may also correspond via e-mail to [salestax.holiday@TN.gov](mailto:salestax.holiday@TN.gov). For a complete list of rules and a detailed listing of items that are exempt during each holiday period, please visit our Web site at [www.TN.gov/revenue](http://www.TN.gov/revenue).