

**Streamlined Sales Tax Governing Board
Section 328 Taxability Matrix
Library of Definitions
(Revised May 7, 2008)**

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Each of the items listed in the chart are defined in the Library of Definitions in the Streamlined Sales and Use Tax Agreement (SSUTA) adopted November 12, 2002 and as amended effective January 1, 2008. Refer to Appendix C of the SSUTA for each definition.

Place an "X" in the appropriate column under the heading "Treatment of definition" to indicate the treatment of each definition in your state. If a product definition was not adopted by your state, enter "NA" in the column under the heading "Reference" and indicate in the "Treatment of definition" columns the treatment of the product in your state. In accordance with the SSUTA, your state must adopt the definitions in the Library of Definitions that apply to your state without qualifications except for those allowed by the SSUTA. For this reason, do not enter any comments or qualifications in the two columns under the heading "Treatment of definition". If your state has adopted a definition in the Library of Definitions with a qualification not specified in the SSUTA, do not place an "X" in either column under the heading "Treatment of definition" but include a comment in the "Reference" column explaining the qualification. Enter the applicable statute/rule cite in the "Reference" column.

Sellers and certified service providers are relieved from tax liability to the member state and its local jurisdictions for having charged and collected the incorrect amount of sales and use tax resulting from the seller or certified service provider relying on erroneous data provided by the member state relative to treatment of the terms defined in the Library of Definitions.

Administrative definitions	Treatment of definition		Reference
Sales price: Identify how the options listed below are treated in your state. The following options may be excluded from the definition of sales price only if they are separately stated on the bill to the purchaser.	Included in sales price	Excluded from sales price	Statute/Rule Cite
<ul style="list-style-type: none"> • Charges by the seller for any services necessary to complete the sale other than delivery and installation 	X		T.C.A. 67-6-102(71)(A)(iii)
<ul style="list-style-type: none"> • Telecommunication nonrecurring charges 	X		NA
<ul style="list-style-type: none"> • Installation charges 	X		T.C.A. 67-6-102(71)(A)(v)
<ul style="list-style-type: none"> • Credit for trade-in 		X	T.C.A. 67-6-102(71)(B)(iv)
Delivery charges: The following options may be excluded from the definition of delivery charges only if they are separately stated on the bill to the purchaser.	Included in sales price	Excluded from sales price	Statute/Rule Cite
<ul style="list-style-type: none"> • Handling, crating, packing, preparation for mailing or delivery, and similar charges 	X		T.C.A. 67-6-102(71)(A)(iv) T.C.A. 67-6-102(23)

• Transportation, shipping, postage, and similar charges	X		T.C.A. 67-6-102(71)(A)(iv) T.C.A. 67-6-102(23)
• Delivery charges for direct mail		X	T.C.A. 67-6-102(23) T.C.A. 67-6-102(25)
Sales Tax Holidays			
Sales Tax Holidays: Does your state have a sales tax holiday?	X		T.C.A. 67-6-393
Indicate if your state has a sales tax holiday for the following products.			
• Energy star qualified product		X	NA
• School supply	X		T.C.A. 67-6-393(a)(2) T.C.A. 67-6-102(75)
• School art supply	X		T.C.A. 67-6-393(a)(3) T.C.A. 67-6-102(72)
• School instructional material		X	T.C.A. 67-6-393(b)(6) T.C.A. 67-6-102(74)
• School computer supply		X	T.C.A. 67-6-393(b)(7) T.C.A. 67-6-102(73)
• Computers	X		T.C.A. 67-6-393(a)(4) T.C.A. 67-6-102(16)
• Prewritten computer software		X	T.C.A. 67-6-393(b)(1) T.C.A. 67-6-102(60)
• Clothing	X		T.C.A. 67-6-393(a)(1) T.C.A. 67-6-102(10)
Other defined products (please specify)			
•			NA
•			NA
Product definitions			
Clothing and related products			
	Taxable	Exempt	Statute/Rule Cite
Clothing	X		T.C.A. 67-6-102(10) T.C.A. 67-6-202(a) & 67-6-702(a)
Fur clothing	X		NA
Clothing accessories or equipment	X		T.C.A. 67-6-102(11) T.C.A. 67-6-202(a) & 67-6-702(a)
Protective equipment	X		T.C.A. 67-6-102(63) T.C.A. 67-6-202(a) & 67-6-702(a)
Sport or recreational equipment	X		T.C.A. 67-6-102(78) T.C.A. 67-6-202(a) & 67-6-702(a)
Computer related products			
	Taxable	Exempt	Statute/Rule Cite
Computer	X		T.C.A. 67-6-102(16) T.C.A. 67-6-202(a) & 67-6-702(a)

Computer software (both prewritten and non-prewritten)	X		T.C.A. 67-6-231 & 67-6-702(a) T.C.A. 67-6-102(17)
Computer software (both prewritten and non-prewritten) delivered electronically	X		T.C.A. 67-6-231 & 67-6-702(a) T.C.A. 67-6-102(17) T.C.A. 67-6-102(22)
Computer software (both prewritten and non-prewritten) delivered via load and leave	X		T.C.A. 67-6-231 & 67-6-702(a) T.C.A. 67-6-102(17)
Prewritten computer software	X		T.C.A. 67-6-231 & 67-6-702(a) T.C.A. 67-6-102(60)
Prewritten computer software delivered electronically	X		T.C.A. 67-6-231 & 67-6-702(a) T.C.A. 67-6-102(60) T.C.A. 67-6-102(22)
Prewritten computer software delivered via load and leave	X		T.C.A. 67-6-231 & 67-6-702(a) T.C.A. 67-6-102(60)
Digital Product Definitions	Yes	No	Statute/Rule Cite
Products Transferred Electronically (A state imposing tax on products "transferred electronically" is not required to adopt definitions of specified digital products. Does your state impose tax on products transferred electronically?)			NA
	Taxable	Exempt	Statute/Rule Cite
Specified Digital Products (with rights of permanent use)	X		PC 1106 Sec. 19 – Eft. 1/1/09 PC 1106 Sec. 18 – Eft. 1/1/09
Specified Digital Products (with rights of less than permanent use)	X		PC 1106 Sec. 19 – Eft. 1/1/09 PC 1106 Sec. 18 – Eft. 1/1/09
Specified Digital Products (with rights conditioned on continued payments)	X		PC 1106 Sec. 19 – Eft. 1/1/09 PC 1106 Sec. 18 – Eft. 1/1/09
• Digital Audio Visual Works (with rights for permanent use)	X		PC 1106 Sec. 19 – Eft. 1/1/09 PC 1106 Sec. 18 – Eft. 1/1/09
• Digital Audio Visual Works (with rights of less than permanent use)	X		PC 1106 Sec. 19 – Eft. 1/1/09 PC 1106 Sec. 18 – Eft. 1/1/09
• Digital Audio Visual Works (with rights conditioned on continued payments)	X		PC 1106 Sec. 19 – Eft. 1/1/09 PC 1106 Sec. 18 – Eft. 1/1/09
• Digital Audio Works (with rights for permanent use)	X		PC 1106 Sec. 19 – Eft. 1/1/09 PC 1106 Sec. 18 – Eft. 1/1/09
• Digital Audio Works (with rights of less than permanent use)	X		PC 1106 Sec. 19 – Eft. 1/1/09 PC 1106 Sec. 18 – Eft. 1/1/09
• Digital Audio Works (with rights conditioned on continued payments)	X		PC 1106 Sec. 19 – Eft. 1/1/09 PC 1106 Sec. 18 – Eft. 1/1/09
• Digital Books (with rights for permanent use)	X		PC 1106 Sec. 19 – Eft. 1/1/09 PC 1106 Sec. 18 – Eft. 1/1/09
• Digital Books (with rights of less than permanent use)	X		PC 1106 Sec. 19 – Eft. 1/1/09 PC 1106 Sec. 18 – Eft. 1/1/09
• Digital Books (with rights conditioned on continued payments)	X		PC 1106 Sec. 19 – Eft. 1/1/09 PC 1106 Sec. 18 – Eft. 1/1/09

Section 332H provides states may have product based exemptions for specific items within specified digital products. List product based exemptions for specific items included in specified digital products.	Taxable	Exempt	Statute/Rule Cite
<ul style="list-style-type: none"> • Video Programming Services 	X		T.C.A. 67-6-226 & 67-6-103(f) T.C.A. 67-6-714 PC 1106 Sec. 19 – Eft. 1/1/09
<ul style="list-style-type: none"> • Satellite Radio Service 		X	PC 1106 Sec. 19 – Eft. 1/1/09
<ul style="list-style-type: none"> • Specified Digital Products provided without charge for less than permanent use 		X	PC 1106 Sec. 20 – Eft. 1/1/09
<ul style="list-style-type: none"> • Specified Digital Products equivalents in tangible form – Textbooks; Workbooks; Periodicals printed entirely on newsprint or bond paper and regularly distributed at least twice monthly. 		X	PC 1106 Sec. 20 – Eft. 1/1/09 T.C.A. 67-6-329(a)(3) T.C.A. 67-6-329(a)(10)
Food and food products	Taxable	Exempt	Statute/Rule Cite
Food and food ingredients excluding alcoholic beverages and tobacco	X		T.C.A. 67-6-102(36) T.C.A. 67-6-228(a) T.C.A. 67-6-702(a)
Candy	X		T.C.A. 67-6-102(7) T.C.A. 67-6-228(b) T.C.A. 67-6-202(a) & 67-6-702(a)
Dietary Supplements	X		T.C.A. 67-6-102(24) T.C.A. 67-6-228(b) T.C.A. 67-6-202(a) & 67-6-702(a)
Soft Drinks	X		NA, T.C.A. 67-6-228(a) T.C.A. 67-6-702(a)
Food sold through vending machines	X		NA, T.C.A. 67-6-228(a-b) T.C.A. 67-6-202(a) & 67-6-702(h)
Prepared Food	X		T.C.A. 67-6-102(58) T.C.A. 67-6-228(b) T.C.A. 67-6-202(a) & 67-6-702(a)
Prepared food options - indicate whether the following options are included or excluded from the definition of prepared food. Options excluded from prepared food are taxed the same as food and food ingredients.	Included in definition	Excluded from definition	Statute/Rule Cite
<ul style="list-style-type: none"> • Food sold without eating utensils provided by the seller whose primary NAICS classification is manufacturing in sector 311, except subsector 3118 (bakeries) 	X		NA, T.C.A. 67-6-102(58) T.C.A. 67-6-228(b) T.C.A. 67-6-202(a) & 67-6-702(a)
<ul style="list-style-type: none"> • Food sold without eating utensils provided by the seller in an unheated state by weight or volume as a single item 	X		NA, T.C.A. 67-6-102(58) T.C.A. 67-6-228(b) T.C.A. 67-6-202(a) & 67-6-702(a)
<ul style="list-style-type: none"> • Bakery items sold without eating utensils provided by the seller, including bread, rolls, buns, biscuits, bagels, croissants, pastries, donuts, Danish, cakes, tortes, pies, tarts, muffins, bars, cookies, tortillas 	X		NA, T.C.A. 67-6-102(58) T.C.A. 67-6-228(b) T.C.A. 67-6-202(a) & 67-6-702(a)

Health-care products	Taxable	Exempt	Statute/Rule Cite
Drugs (indicate how the options are treated in your state)			
• Drugs (both human and animal use) without a prescription	X		T.C.A. 67-6-102(28) T.C.A. 67-6-202(a) & 67-6-702(a)
• Drugs (both human and animal use) with a prescription			NA
• Drugs for human use without a prescription	X		T.C.A. 67-6-102(28) T.C.A. 67-6-202(a) & 67-6-702(a)
• Drugs for human use with a prescription		X	T.C.A. 67-6-102(28) & 67-6-102(59) T.C.A. 67-6-320(a)
• Insulin (both human and animal use) without a prescription		X	T.C.A. 67-6-320(b)(1)
• Insulin (both human and animal use) with a prescription		X	T.C.A. 67-6-320(b)(1)
• Insulin for human use without a prescription		X	T.C.A. 67-6-320(b)(1)
• Insulin for human use with a prescription		X	T.C.A. 67-6-320(b)(1)
• Medical oxygen (both human and animal use) without a prescription	X		T.C.A. 67-6-320(b)(2) T.C.A. 67-6-202(a) & 67-6-702(a)
• Medical oxygen (both human and animal use) with a prescription			NA
• Medical oxygen for human use without a prescription	X		T.C.A. 67-6-320(b)(2) T.C.A. 67-6-202(a) & 67-6-702(a)
• Medical oxygen for human use with a prescription		X	T.C.A. 67-6-320(b)(2)
• Over-the-counter drugs (both human and animal use) without a prescription	X		T.C.A. 67-6-102(52) T.C.A. 67-6-202(a) & 67-6-702(a)
• Over-the-counter drugs (both human and animal use) with a prescription			NA
• Over-the-counter drugs for human use without a prescription	X		T.C.A. 67-6-102(52) T.C.A. 67-6-202(a) & 67-6-702(a)
• Over-the-counter drugs for human use with a prescription		X	T.C.A. 67-6-102(52) & 67-6-102(59) T.C.A. 67-6-320(a)
• Grooming and hygiene products (both human and animal use)	X		T.C.A. 67-6-102(37) & 67-6-102(52) T.C.A. 67-6-320(a) T.C.A. 67-6-202(a) & 67-6-702(a)
• Grooming and hygiene products for human use	X		T.C.A. 67-6-102(37) & 67-6-102(52) T.C.A. 67-6-320(a) T.C.A. 67-6-202(a) & 67-6-702(a)
• Drugs for human use to hospitals and other medical facilities		X	T.C.A. 67-6-320(a) & (b) Rule 1320-5-1-.26
• Prescription drugs for human use to hospitals and other medical facilities		X	T.C.A. 67-6-320(a) & (b) Rule 1320-5-1-.26
• Drugs for animal use to veterinary hospitals and other animal medical facilities	X		T.C.A. 67-6-202(a) & 67-6-702(a) T.C.A. 67-6-351
• Prescription drugs for animal use to hospitals and other animal medical facilities	X		T.C.A. 67-6-202(a) & 67-6-702(a) T.C.A. 67-6-351

• Taxable and nontaxable drugs bundled together	X		T.C.A. 67-6-202(a) & 67-6-702(a) T.C.A. 67-6-102(71)(A)(vi) Eft. 7/1/09 - Bundled Transaction PC 602 Sec. 162 – T.C.A. 67-6-536
• Free samples of drugs for human use	X		T.C.A. 67-6-202(a) & 67-6-702(a)
• Free samples of prescription drugs for human use		X	T.C.A. 67-6-319(b)
• Free samples of drugs for animal use	X		T.C.A. 67-6-202(a) & 67-6-702(a)
• Free samples of prescription drugs for animal use		X	T.C.A. 67-6-319(a)
Durable medical equipment (indicate how the options are treated in your state)	Taxable	Exempt	Statute/Rule Cite
• Durable medical equipment without a prescription	X		T.C.A. 67-6-102(29) T.C.A. 67-6-202(a) & 67-6-702(a)
• Durable medical equipment with a prescription	X		NA, T.C.A. 67-6-102(29) T.C.A. 67-6-202(a) & 67-6-702(a)
• Durable medical equipment paid for by Medicare	X		NA, T.C.A. 67-6-102(29) T.C.A. 67-6-202(a) & 67-6-702(a)
• Durable medical equipment reimbursed by Medicare	X		NA, T.C.A. 67-6-102(29) T.C.A. 67-6-202(a) & 67-6-702(a)
• Durable medical equipment paid for by Medicaid		X	NA, T.C.A. 67-6-102(29) T.C.A. 67-6-308
• Durable medical equipment reimbursed by Medicaid	X		NA, T.C.A. 67-6-102(29) T.C.A. 67-6-202(a) & 67-6-702(a)
• Durable medical equipment for home use without a prescription	X		NA, T.C.A. 67-6-102(29) T.C.A. 67-6-202(a) & 67-6-702(a)
• Durable medical equipment for home use with a prescription		X	T.C.A. 67-6-102(29) & 67-6-102(59) T.C.A. 67-6-314(2)
• Durable medical equipment for home use paid for by Medicare	X		NA, T.C.A. 67-6-102(29) T.C.A. 67-6-202(a) & 67-6-702(a)
• Durable medical equipment for home use reimbursed by Medicare	X		NA, T.C.A. 67-6-102(29) T.C.A. 67-6-202(a) & 67-6-702(a)
• Durable medical equipment for home use paid for by Medicaid		X	NA, T.C.A. 67-6-102(29) T.C.A. 67-6-308
• Durable medical equipment for home use reimbursed by Medicaid	X		NA, T.C.A. 67-6-102(29) T.C.A. 67-6-202(a) & 67-6-702(a)
• Oxygen delivery equipment without a prescription		X	T.C.A. 67-6-314(3)
• Oxygen delivery equipment with a prescription		X	T.C.A. 67-6-314(3)
• Oxygen delivery equipment paid for by Medicare		X	T.C.A. 67-6-314(3)
• Oxygen delivery equipment reimbursed by Medicare		X	T.C.A. 67-6-314(3)
• Oxygen delivery equipment paid for by Medicaid		X	T.C.A. 67-6-314(3)
• Oxygen delivery equipment reimbursed by Medicaid		X	T.C.A. 67-6-314(3)
- Oxygen delivery equipment for home use without a prescription		X	T.C.A. 67-6-314(3)
• Oxygen delivery equipment for home use with a prescription		X	T.C.A. 67-6-314(3)
• Oxygen delivery equipment for home use paid for by Medicare		X	T.C.A. 67-6-314(3)

• Oxygen delivery equipment for home use reimbursed by Medicare		X	T.C.A. 67-6-314(3)
• Oxygen delivery equipment for home use paid for by Medicaid		X	T.C.A. 67-6-314(3)
• Oxygen delivery equipment for home use reimbursed by Medicaid		X	T.C.A. 67-6-314(3)
• Kidney dialysis equipment without a prescription		X	T.C.A. 67-6-314(4)
• Kidney dialysis equipment with a prescription		X	T.C.A. 67-6-314(4)
• Kidney dialysis equipment paid for by Medicare		X	T.C.A. 67-6-314(4)
• Kidney dialysis equipment reimbursed by Medicare		X	T.C.A. 67-6-314(4)
• Kidney dialysis equipment paid for by Medicaid		X	T.C.A. 67-6-314(4)
• Kidney dialysis equipment reimbursed by Medicaid		X	T.C.A. 67-6-314(4)
• Kidney dialysis equipment for home use without a prescription		X	T.C.A. 67-6-314(4)
• Kidney dialysis equipment for home use with a prescription		X	T.C.A. 67-6-314(4)
• Kidney dialysis equipment for home use paid for by Medicare		X	T.C.A. 67-6-314(4)
• Kidney dialysis equipment for home use reimbursed by Medicare		X	T.C.A. 67-6-314(4)
• Kidney dialysis equipment for home use paid for by Medicaid		X	T.C.A. 67-6-314(4)
• Kidney dialysis equipment for home use reimbursed by Medicaid		X	T.C.A. 67-6-314(4)
• Enteral feeding systems without a prescription		X	T.C.A. 67-6-314(5)
• Enteral feeding systems with a prescription		X	T.C.A. 67-6-314(5)
• Enteral feeding systems paid for by Medicare		X	T.C.A. 67-6-314(5)
• Enteral feeding systems reimbursed by Medicare		X	T.C.A. 67-6-314(5)
• Enteral feeding systems paid for by Medicaid		X	T.C.A. 67-6-314(5)
• Enteral feeding systems reimbursed by Medicaid		X	T.C.A. 67-6-314(5)
• Enteral feeding systems for home use without a prescription		X	T.C.A. 67-6-314(5)
• Enteral feeding systems for home use with a prescription		X	T.C.A. 67-6-314(5)
• Enteral feeding systems for home use paid for by Medicare		X	T.C.A. 67-6-314(5)
• Enteral feeding systems for home use reimbursed by Medicare		X	T.C.A. 67-6-314(5)
• Enteral feeding systems for home use paid for by Medicaid		X	T.C.A. 67-6-314(5)
• Enteral feeding systems for home use reimbursed by Medicaid		X	T.C.A. 67-6-314(5)
• Repair and replacement parts which are for single patient use	X		PC 1106 Sec. 9 – Eft. 6/05/08 Durable medical equipment amended T.C.A. 67-6-202(a) & 67-6-702(a)
Mobility enhancing equipment (indicate how the options are treated in your state)			
• Mobility enhancing equipment without a prescription	X		T.C.A. 67-6-102(48) T.C.A. 67-6-202(a) & 67-6-702(a)
• Mobility enhancing equipment with a prescription		X	T.C.A. 67-6-102(48) & 67-6-102(59) T.C.A. 67-6-314(6)
• Mobility enhancing equipment paid for by Medicare	X		NA, T.C.A. 67-6-102(48) T.C.A. 67-6-202(a) & 67-6-702(a)
• Mobility enhancing equipment reimbursed by Medicare	X		NA, T.C.A. 67-6-102(48) T.C.A. 67-6-202(a) & 67-6-702(a)
• Mobility enhancing equipment paid for by Medicaid		X	NA, T.C.A. 67-6-102(48) T.C.A. 67-6-308

• Mobility enhancing equipment reimbursed by Medicaid	X		NA, T.C.A. 67-6-102(48) T.C.A. 67-6-202(a) & 67-6-702(a)
Prosthetic devices (indicate how the options are treated in your state)	Taxable	Exempt	Statute/Rule Cite
• Prosthetic devices without a prescription		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Prosthetic devices with a prescription		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Prosthetic devices paid for by Medicare		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Prosthetic devices reimbursed by Medicare		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Prosthetic devices paid for by Medicaid		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Prosthetic devices reimbursed by Medicaid		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Corrective eyeglasses without a prescription	X		T.C.A. 67-6-102(62) & 67-6-316 T.C.A. 67-6-202(a) & 67-6-702(a) Optometrist, opticians, or ophthalmologists purchases taxable, sales to patients exempt
• Corrective eyeglasses with a prescription	X		T.C.A. 67-6-102(62) & 67-6-316 T.C.A. 67-6-202(a) & 67-6-702(a) Optometrist, opticians, or ophthalmologists purchases taxable, sales to patients exempt
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• Corrective eyeglasses paid for by Medicaid	X		T.C.A. 67-6-102(62) & 67-6-316 T.C.A. 67-6-202(a) & 67-6-702(a) Optometrist, opticians, or ophthalmologists purchases taxable, sales to patients exempt
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• Contact lenses without a prescription	X		T.C.A. 67-6-102(62) & 67-6-316 T.C.A. 67-6-202(a) & 67-6-702(a) Optometrist, opticians, or ophthalmologists purchases taxable, sales to patients exempt
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• Hearing aids without a prescription		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Hearing aids with a prescription		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Hearing aids paid for by Medicare		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Hearing aids reimbursed by Medicare		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Hearing aids paid for by Medicaid		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Hearing aids reimbursed by Medicaid		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Dental prosthesis without a prescription		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Dental prosthesis with a prescription		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Dental prosthesis paid for by Medicare		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Dental prosthesis reimbursed by Medicare		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Dental prosthesis paid for by Medicaid		X	T.C.A. 67-6-102(62) & 67-6-314(1)
• Dental prosthesis reimbursed by Medicaid		X	T.C.A. 67-6-102(62) & 67-6-314(1)
Telecommunications & related products	Taxable	Exempt	Statute/Rule Cite
Ancillary Services	X		T.C.A. 67-6-102(4) T.C.A. 67-6-205(c)(9) & 67-6-702(g)(2) PC 602 Sec. 164 – Eft. 7/1/09 – Repeals special 2.5% local tax rate and applies general local tax rate
• Conference bridging service	X		T.C.A. 67-6-102(4)(A) T.C.A. 67-6-205(c)(9) & 67-6-702(g)(2) PC 602 Sec. 164 – Eft. 7/1/09 – Repeals special 2.5% local tax rate and applies general local tax rate
• Detailed telecommunications billing service	X		T.C.A. 67-6-102(4)(B) T.C.A. 67-6-205(c)(9) & 67-6-702(g)(2) PC 602 Sec. 164 – Eft. 7/1/09 – Repeals special 2.5% local tax rate and applies general local tax rate
• Directory assistance	X		T.C.A. 67-6-102(4)(C) T.C.A. 67-6-205(c)(9) & 67-6-702(g)(2) PC 602 Sec. 164 – Eft. 7/1/09 – Repeals special 2.5% local tax rate and applies general local tax rate

• Vertical service	X		T.C.A. 67-6-102(4)(D) T.C.A. 67-6-205(c)(9) & 67-6-702(g)(2) PC 602 Sec. 164 – Eft. 7/1/09 – Repeals special 2.5% local tax rate and applies general local tax rate
• Voice mail service	X		T.C.A. 67-6-102(4)(E) T.C.A. 67-6-205(c)(9) & 67-6-702(g)(2) PC 602 Sec. 164 – Eft. 7/1/09 – Repeals special 2.5% local tax rate and applies general local tax rate
Telecommunications (Indicate how the options are treated in your state)			
	Taxable	Exempt	Statute/Rule Cite
• Intrastate Telecommunications Service	X		T.C.A. 67-6-102(81) & 67-6-102(42) T.C.A. 67-6-205(c)(3) & 67-6-702(g)(2) PC 602 Sec. 164 – Eft. 7/1/09 - Repeals special 2.5% local tax rate on intrastate telecommunications and applies general local tax rate
• Interstate Telecommunications Service	X		T.C.A. 67-6-102(81) & 67-6-102(41) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-221 & 67-6-702(g)(1) PC 602 Secs. 146 & 164 – Eft. 7/1/09 - Repeals special rates of: 7.5% state tax rate on interstate business; 1.5% local tax rate on interstate residential; and 0% local tax rate on interstate business and applies general state and local tax rates
• International Telecommunications Service	X		T.C.A. 67-6-102(81) & 67-6-102(40) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-221 & 67-6-702(g)(1) PC 602 Secs. 146 & 164 – Eft. 7/1/09 - Repeals special rates of: 7.5% state tax rate on international business; 1.5% local tax rate on interstate residential; and 0% local tax rate on interstate business and applies general state and local tax rates
• International 800 service	X		T.C.A. 67-6-102(81) & 67-6-102(40) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-221 & 67-6-702(g)(1) PC 602 Secs. 146 & 164 – Eft. 7/1/09 - Repeals special rates of: 7.5% state tax rate on international business; 1.5% local tax rate on interstate residential; and 0% local tax rate on interstate business and applies general state and local tax rates

• International 900 service	X		T.C.A. 67-6-102(81) & 67-6-102(40) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-221 & 67-6-702(g)(1) PC 602 Secs. 146 & 164 – Eft. 7/1/09 - Repeals special rates of: 7.5% state tax rate on international business; 1.5% local tax rate on interstate residential; and 0% local tax rate on interstate business and applies general state and local tax rates
• International fixed wireless service	X		T.C.A. 67-6-102(81) & 67-6-102(40) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-221 & 67-6-702(g)(1) PC 602 Secs. 146 & 164 – Eft. 7/1/09 - Repeals special rates of: 7.5% state tax rate on international business; 1.5% local tax rate on interstate residential; and 0% local tax rate on interstate business and applies general state and local tax rates
• International mobile wireless service	X		T.C.A. 67-6-102(81) & 67-6-102(40) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-221 & 67-6-702(g)(1) PC 602 Secs. 146 & 164 – Eft. 7/1/09 - Repeals special rates of: 7.5% state tax rate on international business; 1.5% local tax rate on interstate residential; and 0% local tax rate on interstate business and applies general state and local tax rates
• International paging service	X		T.C.A. 67-6-102(81) & 67-6-102(40) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-221 & 67-6-702(g)(1) PC 602 Secs. 146 & 164 – Eft. 7/1/09 - Repeals special rates of: 7.5% state tax rate on international business; 1.5% local tax rate on interstate residential; and 0% local tax rate on interstate business and applies general state and local tax rates
• International prepaid calling service	X		T.C.A. 67-6-102(81) & 67-6-102(40) T.C.A. 67-6-102(56) T.C.A. 67-6-230(a) & 67-6-702(a)
• International prepaid wireless calling service	X		T.C.A. 67-6-102(81) & 67-6-102(40) T.C.A. 67-6-102(57) T.C.A. 67-6-230(a) & 67-6-702(a)
• International private communications service	X		T.C.A. 67-6-102(81) & 67-6-102(40) T.C.A. 67-6-102(61) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-221 & 67-6-702(g)(1) PC 602 Secs. 146 & 164 – Eft. 7/1/09 - Repeals special rates of: 7.5% state tax rate on international business; 1.5% local tax rate on interstate residential; and 0% local tax rate on interstate business and applies general state and local tax rates

<ul style="list-style-type: none"> • International value-added non-voice data service 	X		<p>T.C.A. 67-6-102(81) & 67-6-102(40) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-221 & 67-6-702(g)(1) PC 602 Secs. 146 & 164 – Eft. 7/1/09 - Repeals special rates of: 7.5% state tax rate on international business; and 0% local tax rate on interstate business and applies general state and local tax rates</p>
<ul style="list-style-type: none"> • International residential telecommunications service 	X		<p>T.C.A. 67-6-102(81) & 67-6-102(40) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-702(g)(1) PC 602 Sec. 164 – Eft. 7/1/09 - Repeals special 1.5% local tax rate on international residential and applies general local tax rates</p>
<ul style="list-style-type: none"> • Interstate 800 service 	X		<p>T.C.A. 67-6-102(81) & 67-6-102(41) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-221 & 67-6-702(g)(1) PC 602 Secs. 146 & 164 – Eft. 7/1/09 - Repeals special rates of: 7.5% state tax rate on interstate business; 1.5% local tax rate on interstate residential; and 0% local tax rate on interstate business and applies general state and local tax rates</p>
<ul style="list-style-type: none"> • Interstate 900 service 	X		<p>T.C.A. 67-6-102(81) & 67-6-102(41) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-221 & 67-6-702(g)(1) PC 602 Secs. 146 & 164 – Eft. 7/1/09 - Repeals special rates of: 7.5% state tax rate on interstate business; 1.5% local tax rate on interstate residential; and 0% local tax rate on interstate business and applies general state and local tax rates</p>
<ul style="list-style-type: none"> • Interstate fixed wireless service 	X		<p>T.C.A. 67-6-102(81) & 67-6-102(41) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-221 & 67-6-702(g)(1) PC 602 Secs. 146 & 164 – Eft. 7/1/09 - Repeals special rates of: 7.5% state tax rate on interstate business; 1.5% local tax rate on interstate residential; and 0% local tax rate on interstate business and applies general state and local tax rates</p>
<ul style="list-style-type: none"> • Interstate mobile wireless service 	X		<p>T.C.A. 67-6-102(81) & 67-6-102(41) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-221 & 67-6-702(g)(1) PC 602 Secs. 146 & 164 – Eft. 7/1/09 - Repeals special rates of: 7.5% state tax rate on interstate business; 1.5% local tax rate on interstate residential; and 0% local tax rate on interstate business and applies general state and local tax rates</p>

• Interstate paging service	X		T.C.A. 67-6-102(81) & 67-6-102(41) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-221 & 67-6-702(g)(1) PC 602 Secs. 146 & 164 – Eft. 7/1/09 - Repeals special rates of: 7.5% state tax rate on interstate business; 1.5% local tax rate on interstate residential; and 0% local tax rate on interstate business and applies general state and local tax rates
• Interstate prepaid calling service	X		T.C.A. 67-6-102(81) & 67-6-102(41) T.C.A. 67-6-102(56) T.C.A. 67-6-230(a) & 67-6-702(a)
• Interstate prepaid wireless calling service	X		T.C.A. 67-6-102(81) & 67-6-102(41) T.C.A. 67-6-102(57) T.C.A. 67-6-230(a) & 67-6-702(a)
• Interstate private communications service	X		T.C.A. 67-6-102(81) & 67-6-102(41) T.C.A. 67-6-102(61) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-221 & 67-6-702(g)(1) PC 602 Secs. 146 & 164 – Eft. 7/1/09 - Repeals special rates of: 7.5% state tax rate on interstate business; 1.5% local tax rate on interstate residential; and 0% local tax rate on interstate business and applies general state and local tax rates
• Interstate value-added non-voice data service	X		T.C.A. 67-6-102(81) & 67-6-102(41) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-221 & 67-6-702(g)(1) PC 602 Secs. 146 & 164 – Eft. 7/1/09 - Repeals special rates of: 7.5% state tax rate on interstate business; and 0% local tax rate on interstate business and applies general state and local tax rates
• Interstate residential telecommunications service	X		T.C.A. 67-6-102(81) & 67-6-102(41) T.C.A. 67-6-205(a) & (c)(3) T.C.A. 67-6-702(g)(1) PC 602 Sec. 164 – Eft. 7/1/09 - Repeals special 1.5% local tax rate on interstate residential and applies general local tax rates
• Intrastate 800 service	X		T.C.A. 67-6-102(81) & 67-6-102(42) T.C.A. 67-6-205(c)(3) & 67-6-702(g)(2) PC 602 Sec. 164 – Eft. 7/1/09 - Repeals special 2.5% local tax rate intrastate telecommunications and applies general local tax rate
• Intrastate 900 service	X		T.C.A. 67-6-102(81) & 67-6-102(42) T.C.A. 67-6-205(c)(3) & 67-6-702(g)(2) PC 602 Sec. 164 – Eft. 7/1/09 - Repeals special 2.5% local tax rate intrastate telecommunications and applies general local tax rate

• Intrastate fixed wireless service		X		T.C.A. 67-6-102(81) & 67-6-102(42) T.C.A. 67-6-205(c)(3) & 67-6-702(g)(2) PC 602 Sec. 164 – Eft. 7/1/09 - Repeals special 2.5% local tax rate on intrastate telecommunications and applies general local tax rate
• Intrastate mobile wireless service		X		T.C.A. 67-6-102(81) & 67-6-102(42) T.C.A. 67-6-205(c)(3) & 67-6-702(g)(2) PC 602 Sec. 164 – Eft. 7/1/09 - Repeals special 2.5% local tax rate on intrastate telecommunications and applies general local tax rate
• Intrastate paging service		X		T.C.A. 67-6-102(81) & 67-6-102(42) T.C.A. 67-6-205(c)(3) & 67-6-702(g)(2) PC 602 Sec. 164 – Eft. 7/1/09 - Repeals special 2.5% local tax rate on intrastate telecommunications and applies general local tax rate
• Intrastate prepaid calling service		X		T.C.A. 67-6-102(81) & 67-6-102(42) T.C.A. 67-6-102(56) T.C.A. 67-6-230(a) & 67-6-702(a)
• Intrastate prepaid wireless calling service		X		T.C.A. 67-6-102(81) & 67-6-102(42) T.C.A. 67-6-102(57) T.C.A. 67-6-230(a) & 67-6-702(a)
• Intrastate private communications service		X		T.C.A. 67-6-102(81) & 67-6-102(42) T.C.A. 67-6-205(c)(3) & 67-6-702(g)(2) PC 602 Sec. 164 – Eft. 7/1/09 - Repeals special 2.5% local tax rate on intrastate telecommunications and applies general local tax rate
• Intrastate value-added non-voice data service		X		T.C.A. 67-6-102(81) & 67-6-102(42) T.C.A. 67-6-205(c)(3) & 67-6-702(g)(2) PC 602 Sec. 164 – Eft. 7/1/09 - Repeals special 2.5% local tax rate on intrastate telecommunications and applies general local tax rate
• Intrastate residential telecommunications service		X		T.C.A. 67-6-102(81) & 67-6-102(42) T.C.A. 67-6-205(c)(3) & 67-6-702(g)(2) PC 602 Sec. 164 – Eft. 7/1/09 - Repeals special 2.5% local tax rate on intrastate telecommunications and applies general local tax rate
• Coin-operated telephone service			X	T.C.A. 67-6-102(12) & 67-6-329(c)(1)
• Pay telephone service				NA
• Local Service as defined by _____ (state)				NA