



Tennessee Department of Revenue

Sales Tax Holiday: School Supplies - \$100 or Less

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. **For 2007 only**, there is a **special one-time holiday**, from April 27 through 29, 2007.

During the holiday, school supplies **with a purchase price of \$100 or less per item** are exempt from sales tax. School supplies individually priced at more than \$100, or any item purchased for use by a trade or business is **not** exempt from tax. Items that are normally sold together may not be split to achieve the \$100 threshold. Under these special holiday laws, there is no requirement that purchases be made only for students. If an item is tax exempt, **anyone may make the purchase tax-free**.

School supplies are defined as items used by a student in a course of study. Specifically excluded are items such as art supplies and instructional material, including reference books and school computer supplies (compact discs, printers, and printer ink).

Exempt school supplies during the holiday period include:

Binders	Crayons	Legal Pads	Pencils
Backpacks	Erasers	Lunch Boxes	Pens
Bookbags	Folders	Markers	Protractors
Blackboard Chalk	Glue, Paste, & Paste Sticks	Notebooks	Rulers
Cellophane Tape	Highlighters	Paper	School Supply Boxes
Compasses	Index Cards	Pencil Boxes	Scissors
Composition Books	Index Card Boxes	Pencil Sharpeners	Writing Tablets

More information from the Department of Revenue is available from the following sources:

- Web site: www.Tennessee.gov/revenue or www.tntaxholiday.com
- E-mail: salestax.holiday@state.tn.us
- Telephone: **(800) 342-1003** 8 a.m. - 5 p.m., CST, Monday through Friday
Special Telephone Hours:
April 28, 2007 - 8:00-4:30, CST and April 29, 2007 - 10:00-4:00, CST