#### TENNESSEE BUSINESS LICENSES

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## The Basics:

- You need a business license is:
  - Your Gross Sales \$3,000 or more
  - You are domiciled in Tennessee
  - A separate license for each city and county (\$15 minimum each location)
  - Minimum license fee applies up to \$10,000 in gross sales
  - Activities includes:
    - Sales of tangible property in TN
    - Services provided in TN
    - Leasing of tangible property in TN



### What is Business?:

- Includes:
  - Any activity engaged in by any person with the object of gain, benefit, or advantage
  - Either directly or indirectly
  - Does NOT include:
    - Occasional and isolated sales or transactions of a person not routinely engaged in business
    - AKA casual and isolated sales
      - i.e. Restaurant sells a piece of art
    - License applies to dominant business activity



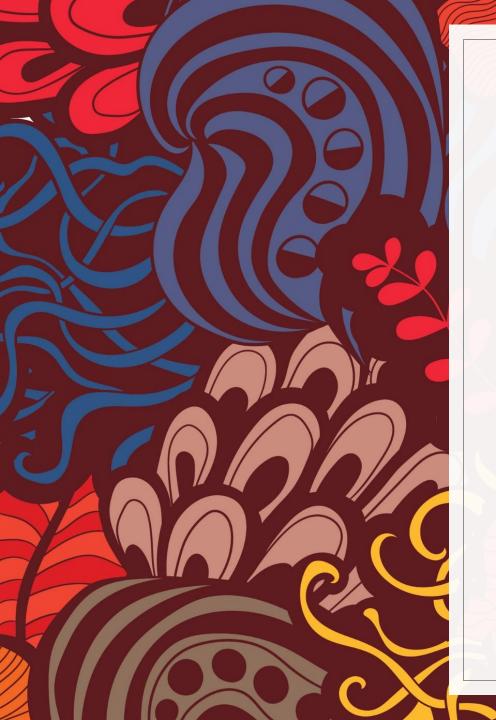
# The Applicable Categories:

- Classification 2(F) would apply to:
  - Persons making sales of:
    - Tangible personal property not specifically enumerated or described elsewhere
  - Classification 3(A) would apply
  - (ii) Persons making sales of:
    - Clothing made to individual order
  - (iii) Persons making sales of:
    - Antique furniture, furnishings, and art objects



### What's Taxed?:

- Gross Sales = All sales without regard to any deductions
- Resales = Bought and then resold
- Retail sales
- Wholesale sales



# Exemptions:

- Qualifying Blind Persons
- Qualifying Veterans (DAV of Armed Conflicts)
- Affidavit Required for exemption
- Farm Exemptions
- Qualified Amusement Activities
- Other Exemptions:
  - Non Profit Membership Groups (ACA)
  - Professional Privilege Categories
    - Drs, Architects, CPAs
  - Others...



## THANK YOU!

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Questions?