

CHAPTER NO. 920

SENATE BILL NO. 2999

By McNally

Substituted for: House Bill No. 2832

By Kisber

AN ACT To amend Tennessee Code Annotated, Section 67-4-702, relative to the definitions of wholesale and dealer holdback retail sales concerning motor vehicle dealers.

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

SECTION 1. Tennessee Code Annotated, Section 67-4-702(a), is amended by adding the following new subitem to subdivision (19):

(D) "Wholesale sale" or "sale at wholesale" includes the sale by a franchised motor vehicle dealer to a manufacturer or distributor of motor vehicles or an obligor under an extended service contract of parts and/or repair services necessary for repairs performed by the dealer under the manufacturer's, distributor's or obligor's warranty, and also includes predelivery inspection charges paid to a franchised motor vehicle dealer by a manufacturer or distributor of the motor vehicle.

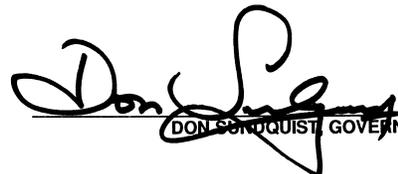
SECTION 2. This act shall take effect July 1, 2000, the public welfare requiring it and shall apply to all taxes imposed pursuant to Tennessee Code Annotated, Title 67, Chapter 4, Part 7, but not collected on the effective date of this act.

**PASSED: June 6, 2000**

  
JOHN S. WILDER  
SPEAKER OF THE SENATE

  
JIMMY NAIFEH, SPEAKER  
HOUSE OF REPRESENTATIVES

**APPROVED this 19<sup>th</sup> day of June 2000**

  
DON SUNDQUIST, GOVERNOR