
Film and Photographic Processors

Sales &
Use tax
notice

Public Chapter 1057 amends Tenn. Code Ann. Sections 67-6-102(7) and 67-6-102(24). This public chapter broadens the definitions of "sales" and "fabricating or processing tangible personal property for resale" to include the processing of film into negatives, photographic prints, or both, for resale. A dealer engaged in film processing may qualify for manufacturer's exemptions and reduced tax rates provided that the dealer is primarily engaged in the processing of film into negatives or photographic prints. More than 50% of revenue for a business location must be obtained from the fabrication or

processing of tangible personal property for resale off the premises. The dealer must make application to the Department of Revenue for the [Industrial Machinery Exemption authorization](#). The dealer must issue a copy of the industrial machinery exemption authorization to its vendors. The sale of film processing services to the consumer is subject to sales tax.

Have questions or comments? Please let us know. [Contact us.](#)

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