

Phasing Out of Tax

Hall Income Tax Will Be Phased Out Over the Next Four Years

Beginning January 1, 2017, Public Chapter 181, Section 13 of the IMPROVE Act reduces the Hall income tax rate by 1% each tax year through the year beginning January 1, 2020. The Hall income tax is fully repealed for tax years beginning January 1, 2021.

Effective Dates for Tax Rates¹

- 4% for tax years beginning January 1, 2017, and prior to January 1, 2018
- 3% for tax years beginning January 1, 2018, and prior to January 1, 2019
- 2% for tax years beginning January 1, 2019, and prior to January 1, 2020
- 1% for tax years beginning January 1, 2020, and prior to January 1, 2021
- Full repeal for tax years beginning January 1, 2021

For More Information

Visit www.tn.gov/revenue. Click on Revenue Help to search for answers or to submit an information request to one of our agents.

References

Tenn. Code Ann. § 67-2-102; Tenn. Code Ann. § 67-2-119; Tenn. Code Ann. § 67-2-124; Public Chapter 181 (2017)

¹ The tax rate for the tax year beginning January 1, 2016, through December 31, 2016, is 5%.