TN Department of Revenue

Local Sales and Use Tax Notice

Notice #26-17 | July 2026

Change of Local Tax Rate: City of Portland

Local Tax Rate Change in Portland, Tennessee

On May 5, 2026, voters in the City of Portland, located in Sumner County, voted to increase the local sales tax rate to 2.75%. The effective date of the tax rate increase is August 1, 2026.

Application of the New Tax Rate

The new rate will apply to all taxable sales of tangible personal property made on or after August 1, 2026. It also applies to the sale of taxable services for billing periods starting on or after August 1, 2026. Sellers located in the portion of the City of Portland located in Sumner County must collect and remit the tax at this new rate.

The corresponding local consumer use tax rate for people in the portion of the City of Portland located in Sumner County also increases to 2.75%.

This local tax rate increase does not affect sellers in the portion of the City of Portland in Robertson County. The local tax rate in the portion of the City of Portland located in Robertson County is already 2.75%. Beginning August 1, 2026, the local tax rate for the entire City of Portland will be 2.75%.

Single Article Application

The local option tax rate in the City of Portland is applicable to the first $1,600 of the sales price of any single article of tangible personal property sold, unless that item is specifically exempted from local tax or taxed at another rate by law. The local tax cap on sales of single articles of tangible personal property will be $44. The local rate is also applicable to the total sales price of any taxable service.

In addition, there is a state single-article tax rate of 2.75% applicable to the sales price of any item of tangible personal property, from $1,600.01 up to and including $3,200.

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. § 67-6-702.