



# *State of Tennessee*

## **PUBLIC CHAPTER NO. 265**

**SENATE BILL NO. 708**

**By Stevens**

Substituted for: House Bill No. 1269

By Holt

AN ACT to amend Tennessee Code Annotated, Title 7, Chapter 53; Title 48; Title 64 and Section 67-5-502, relative to property tax.

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

SECTION 1. Tennessee Code Annotated, Section 67-5-502(c), is amended by deleting the language:

Other leased personal property shall be classified according to the lessee's use and assessed to the lessee, unless such property is the subject of a lawful agreement between the lessee and a local government for payments in lieu of taxes.

and substituting instead the language:

Other leased personal property shall be classified according to the lessee's use and assessed to the lessee, unless such property is the subject of a lawful agreement between the lessee and a local government, or instrumentality thereof, for payments in lieu of taxes.

SECTION 2. Tennessee Code Annotated, Section 67-5-502(d), is amended by deleting the period at the end of the subsection and substituting instead the following:

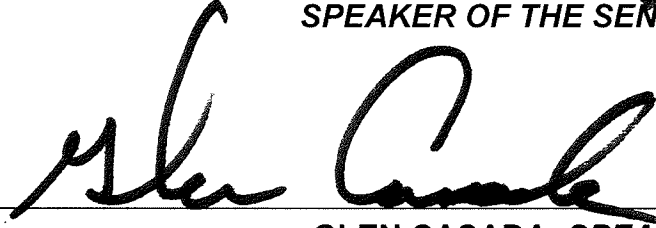
, unless the lessee's or a sublessee's interest in any such real property, including any improvements erected upon the land, is the subject of a lawful agreement between a lessee and a local government, or instrumentality thereof, for payments in lieu of taxes, entered into or amended on or after the effective date of this section, in which case such property shall be assessed solely to such governmental entity and shall be subject to all applicable exemptions.

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.

SENATE BILL NO. 708

PASSED: April 18, 2019

  
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RANDY McNALLY  
SPEAKER OF THE SENATE

  
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GLEN CASADA, SPEAKER  
HOUSE OF REPRESENTATIVES

APPROVED this 30<sup>th</sup> day of April 2019

  
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BILL LEE, GOVERNOR