



TENNESSEE SALES & USE TAX

Agricultural Sales Tax Exemption

February 2021

Qualifications and Application

- ❑ Qualifying farmers, nursery operators, and timber harvesters
- ❑ To receive an exemption certificate, an Application for the Agricultural Sales and Use Tax Exemption and documentation must be submitted
- ❑ Documentation requirements are detailed on page 2 of the application
- ❑ After the application is approved, a certificate is mailed

Exemption Certificates

- ❑ Agricultural exemption certificates may be used to purchase items directly related to the production of agricultural products
- ❑ Certificates have an expiration date; issued on a four-year cycle
- ❑ Renewals are issued automatically to previously qualified certificate holders
- ❑ Please inform Revenue regarding address changes or changes in ownership – returned mail items will result in the exemption being ceased

Using the Exemption Certificate

- ❑ The wallet card, provided at the bottom of the certificate, can be used instead of providing a copy of the certificate
- ❑ The purchaser is required to provide a current copy of the exemption certificate to the vendor
- ❑ The purchaser is responsible for ensuring that the purchased items will be used to produce agriculture or nursery products
- ❑ Review the Tennessee Department of Revenue's [Agricultural Tax Guide](#) for a list of exempt and non-exempt items

Resources

- ❑ [Agricultural Tax Guide](#)
- ❑ [Agricultural Exemption Application](#)



THANK YOU