

Tenn. Code Ann. §§ 67-6-343 and 67-6-345 provide sales and use tax exemptions for the retail sale including lease of motor vehicles, off-highway motor vehicles, trailers, semi-trailers, pole trailers, boats, and other vessels that are subject to registration and titling or identification, and that are removed from Tennessee within three days of purchase for use in another state. This exemption does not apply to short term leases or rentals of such articles.

Motor Vehicles

- Motor vehicles, including off-highway motor vehicles, that qualify for the exemption include, but are not limited to, automobiles, trucks, recreational vehicles (RVs), motorcycles, dirt bikes, all-terrain vehicles (ATVs), sand and dune buggies, and snow mobiles.

Trailers

- Trailers that qualify for the exemption include any type of trailer used for commercial purposes including utility trailers, manufactured and mobile homes, camping and travel trailers, and boat trailers or other watercraft trailers purchased in conjunction with a boat or other watercraft that also may be purchased using the three-day removal exemption.
 - Trailers purchased by farmers, nursery operators, and timber harvesters to be used primarily for agricultural purposes or used on highways for hauling agricultural and livestock products or equipment do not qualify for the three-day removal exemption. Livestock trailers and trailers used for off-highway agricultural purposes (e.g., planting, growing, and harvesting), and effective July 1, 2019, trailers used in the operation or maintenance of a farm (e.g., to transport supplies and equipment between farms) and trailers used to transport farm and nursery products may be purchased tax exempt by qualified farmers that provide an Agricultural Sales and Use Tax Exemption Certificate.
 - Stand-alone purchases of boat trailers or other watercraft trailers and purchases of utility trailers for personal, noncommercial use are not required to be registered in Tennessee and, therefore, do not qualify for the three-day removal exemption.

Boats

- Boats and other vessels that qualify for the exemption include, but are not limited to, motor boats, sail boats, jet skis, and any other watercraft propelled by sail or machinery and used as a mode of transportation on water.

Both the seller / lessor and the purchaser / lessee must sign this form, and the seller / lessor must indicate the state to which the item will be taken. This form must be completed in duplicate at the time of sale. *The seller / lessor should retain the original as a part of the transaction documents and provide the copy to the purchaser / lessee. The seller / lessor should not attach this form to its sales and use tax returns or mail it to the Department of Revenue.*

Instructions:

- Section A *(should be completed by the Seller / Lessor):*
 - 1) – 5) Seller's / lessor's information.
- Section B *(should be completed by the Seller / Lessor):*
 - 6) Indicate what type of item has been purchased.
 - 7) Indicate the make, model, and year of the item purchased.
 - 8) State the identifying number of the item purchased in whichever space is applicable.
 - 9) State the selling price. If a like-item was traded in for the item purchased, state the trade-in allowance given.
 - 10) State the invoice number and the date the item was purchased.
- Section C *(should be completed by the Purchaser / Lessee):*
 - 1) – 3) Purchaser's / lessee's information.