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Subject: Sales tax exemption for all items covered by Medicare, Medicaid, or private health insurance

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Provides a sales tax exemption for all transactions covered by Medicare, Medicaid, or a private health plan.

Currently virtually all medical goods purchased under Medicare and Medicaid are exempt. This bill exempts additional items that do not meet the Streamlined Sales and Use Tax Agreement (SSUTA) definitions of drugs, durable medical equipment, mobility enhancing equipment, and prosthetic device or the definition of related medical accessories and supplies if covered by Medicare and Medicaid.

Currently there is an exemption for these same defined medical items for home use, whether purchased privately or through private insurance. This expands the exemption to all items covered by private insurance; regardless of whether it is for home use or not.

Effective for sales and purchases made after June 30, 2018.