Louisiana Legislative	LEGISLA	TIVE FISCAL OFFICE Fiscal Note								
Legislative Fiscal Office		Fiscal Note On:	SB	243	SLS	25RS	630			
Fiscal Office Fiscal Notes	Bill Text Version: ORIGINAL									
	Opp. Chamb. Action:									
	Proposed Amd.:									
	Sub. Bill For.:									
Date: May 1, 2025	6:02 PM	Αι	Author: REESE							

 Dept./Agy.: Revenue/Health
 Analyst: Mimi Blanchard

 Subject: Sale/Use - Exempt. Prescription Drugs
 Analyst: Mimi Blanchard

 TAX EXEMPTIONS
 OR SEE FISC NOTE LF RV
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Provides relative to the sales and use tax exemption for the sale of certain prescription drugs. (gov sig)

<u>Current law</u> exempts the sale of prescription drugs from state and local sales and use taxes when sold pursuant to the Louisiana Children's Health Insurance Program (LaCHIP) under Title XXI of the Social Security Act and through the pharmaceutical vendor program under Title XIX of the Social Security Act as administered by the Louisiana Department of Health.

<u>Proposed law</u> states that the exemption applies to the sale of prescription drugs to individuals enrolled in any Louisiana Medicaid program under Title XIX or the Louisiana CHIP program under Title XXI.

Effective upon signature.

EXPENDITURES	2025-26	2026-27	2027-28	2028-29	2029-30	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0
REVENUES	2025-26	2026-27	2027-28	2028-29	2029-30	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	SEE BELOW					
Annual Total						

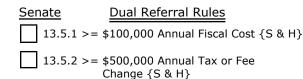
EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure.

REVENUE EXPLANATION

To the extent that certain local taxing authorities currently impose sales tax on prescription drugs to individuals enrolled in Medicaid or LaCHIP and cease doing so as a result of this bill, local sales tax revenues may decrease by an indeterminable amount.

Under current law, all prescription drugs are exempt from state sales tax, therefore LDR reports no impact as a result of this bill.



House 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}

Dhl Viin

6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} Deborah Vivien Chief Economist