
SUBSTITUTE HOUSE BILL 1891

State of Washington 60th Legislature 2007 Regular Session

By House Committee on Finance (originally sponsored by Representatives Linville, Orcutt, Quall, Cody, Hinkle, Hurst and Dunn)

READ FIRST TIME 03/05/07.

1 AN ACT Relating to business and occupation tax deductions for drugs
2 dispensed pursuant to prescription; and adding a new section to chapter
3 82.04 RCW.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 NEW SECTION. **Sec. 1.** A new section is added to chapter 82.04 RCW
6 to read as follows:

7 In computing tax there may be deducted from the measure of tax
8 imposed by RCW 82.04.290(2) amounts received by physicians or clinics
9 for drugs for infusion or injection by licensed physicians for human
10 use pursuant to a prescription, but only if the amounts: (1) Are
11 separately stated on invoices or other billing statements; (2) do not
12 exceed the then current federal rate; and (3) are covered or required
13 under a health care service program subsidized by the federal or state
14 government. The federal rate means the rate at or below which the
15 federal government or its agents reimburse providers for prescription
16 drugs administered to patients as provided for in the medicare, part B,
17 drugs average sales price information resource as published by the

1 United States department of health and human services, or any successor
2 index thereto.

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