

INDUSTRY GUIDANCE

| | | | |
|---------------------------|--|-----------------------|-----------------|
| Category: | Physicians, Medical Offices & Clinics | Tax Type: | Sales & Use Tax |
| Brief Description: | Physicians, Medical Offices & Clinics Tax Matrix | Issuance Date: | 10-24-2022 |
| | | Revision Date: | 10-24-2022 |

The taxability of sales and purchases of tangible personal property and labor services by physicians, medical offices, and clinic industries are summarized below. While this document provides general information as to the taxability of sales and purchases of tangible personal property and labor services by businesses in the physicians, medical offices, and clinic industry, it may not necessarily cover every situation as the taxability may depend on facts and circumstances around the specific transaction. Should a more definitive determination be desired, businesses may request a letter ruling from the Department.

[MODOR Letter Ruling Page](#)

This list is not all-inclusive.

Missouri sales or use tax applies to those purchases identified or designated as taxable in the chart below. The applicable Missouri sales or Missouri consumer's use tax must be paid to the vendor or accrued and remitted directly to the Missouri Department of Revenue. Purchases from Missouri vendors may be reported using the retailer's sales tax return. Purchases from outside this state which are delivered to this state are to be reported on the Missouri consumer's use tax return.

| Sales by Physicians, Medical Offices & Clinics: | Taxable/Exempt |
|--|---------------------------------|
| Charges for medical services | Exempt |
| Prescription drugs sold at retail (retain documentation of the prescription for exemption status) | Exempt |
| Nonprescription drugs sold at retail | Taxable |
| Vitamins and dietary supplements prescribed by licensed physician (supplement facts label) | Taxable (full tax rate) |
| Vitamins and dietary supplements prescribed by licensed physician (nutrition facts label) | Taxable (reduced food tax rate) |
| Prosthetic devices along with the repair & replacement parts of such devices | Exempt |
| Oxygen delivery device | Exempt |
| Sales or rental of medical oxygen | Exempt |
| Home respiratory equipment sold to a doctor's office or clinic | Taxable |
| Home respiratory equipment sold to an individual or to a purchaser which would constitute a residence, including a nursing home or a hospice situation | Exempt |

**PHYSICIANS/MEDICAL
OFFICES & CLINICS**

| Sales by Physicians/Medical Offices & Clinics (continued): | Taxable/Exempt |
|---|-----------------------|
| Orthopedic devices | Exempt |
| X-rays | Taxable |
| Blood pressure equipment | Taxable |
| Kidney dialysis equipment | Exempt |
| Intestinal feeding systems | Exempt |
| Hearing aids and batteries, repair, and replacement parts | Exempt |
| Newsletters and publications | Taxable |

| Purchases by Physicians/Medical Offices & Clinics: | Taxable/Exempt |
|---|-----------------------|
| Prescription drugs and insulin | Exempt |
| Nonprescription items provided free to patients | Taxable |
| Prosthetic devices and mobility enhancing equipment | Exempt |
| Medical equipment such as wheelchairs, walkers, canes, and crutches | Exempt |
| Home respiratory equipment purchased | Taxable |
| Motor vehicles and accessories, including lifts and other attachments | Taxable |
| Equipment used to provide medical services including but not limited to: exam tables/chairs, stools, otoscopes, ultrasound machines, monitors, scales, stethoscopes, blood pressure monitors, thermometers, forceps, scalpels, etc. | Taxable |
| Medical supplies including but not limited to medical test kits such as pregnancy kits, drug test kits, ice packs, etc. | Taxable |
| Uniforms, gowns, lab coats, etc. | Taxable |
| Items utilized to provide medical treatment including but not limited to: face masks, gloves, hand soap, hand sanitizers, etc. | Taxable |
| Shelving, display racks, checkout counters, display cases, storage cabinets, etc. | Taxable |
| Furniture and fixtures, including but not limited to: desks, lamps, tables, chairs, artwork, signs, plants and planters, shelving, etc. | Taxable |
| Manuals, reference books and materials, office and medical forms, facial tissues, business cards, notepads, etc. | Taxable |
| Books, newspaper, and magazine subscriptions | Taxable |

**PHYSICIANS/MEDICAL
OFFICES & CLINICS**

| Purchases by Physicians/Medical Offices & Clinics (continued): | Taxable/Exempt |
|---|-----------------------|
| Educational materials such as posters, printed materials and literature etc. | Taxable |
| Promotional items including but not limited to: calendars, mugs, clothing, balloons, etc. | Taxable |
| Complimentary bottled water, coffee, soft drinks, creamer, sugar, cups and stir sticks, candy, etc. | Taxable |
| Office supplies, business cards, paper, toner, cartridges, etc. | Taxable |
| Uniform services | Taxable |
| Janitorial supplies | Taxable |
| Pest control services | Exempt |
| Utilities | Taxable |
| Media advertising | Exempt |
| Specialty advertising | Taxable |
| Lease or rental of any copier, fax, vehicle, etc. | Taxable |
| Security cameras and other security related equipment purchased | Taxable |
| Security monitoring service | Exempt |
| Canned software and software upgrades to maintain or update software delivered via CD Rom | Taxable |
| Canned software provided via electronic download through the internet | Exempt |
| Custom software and software upgrades to maintain or update software developed for a single end user | Exempt |
| Repairs, maintenance, and remodeling services to existing structure/facility through a hired contractor | Exempt |
| Repair and replacement parts for repairing, altering or maintaining tangible personal property such as computers, printers, copiers, security equipment, etc. | Taxable |
| Warranty or service agreements for tangible personal property such as computers, printers, copiers, security equipment, etc. | Exempt |