



HR1431

LRB096 23800 HLH 43183 r

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HOUSE RESOLUTION

2 WHEREAS, State-operated programs including the State
3 Employees Group Insurance Program and the Comprehensive Health
4 Insurance Plan include an option for individuals to receive
5 qualifying prescriptions by mail order; and

6 WHEREAS, Employer-sponsored prescription drug coverage and
7 privately purchased prescription drug coverage also typically
8 include an option to purchase certain prescriptions by mail
9 order; and

10 WHEREAS, Illinois-based pharmacies that fill prescriptions
11 are required to pay applicable taxes, including sales taxes, to
12 the State for those prescriptions; and

13 WHEREAS, Some mail order pharmacies that fill
14 prescriptions for Illinois residents may be located outside of
15 the geographic boundaries of the State; and

16 WHEREAS, Existing case law has placed limits on the
17 imposition of State sales taxes on businesses that do not have
18 a physical business location within the State; and

19 WHEREAS, Concerns have been raised that, when State
20 employees, enrollees in State-subsidized programs, and

1 privately covered individuals use a mail order pharmacy outside
2 of the geographic boundaries of Illinois, significant revenues
3 are lost due to the inability to collect taxes from the
4 out-of-state pharmacies; and

5 WHEREAS, The mission statement of the Department of Revenue
6 includes the responsibility of serving as the tax collection
7 agency for the State and units of local government; therefore,
8 be it

9 RESOLVED, BY THE HOUSE OF REPRESENTATIVES OF THE
10 NINETY-SIXTH GENERAL ASSEMBLY OF THE STATE OF ILLINOIS, that we
11 request the Illinois Department of Revenue to conduct a study
12 to determine the amount of additional revenue that would be
13 collected each year if all prescriptions for individuals
14 physically located in the State of Illinois were filled by
15 pharmacies located within the geographic boundaries of
16 Illinois; and be it further

17 RESOLVED, that information compiled pursuant to this study
18 be developed into a report to the Governor and the General
19 Assembly in a timely manner; and be it further

20 RESOLVED, That a suitable copy of this resolution be
21 delivered to the Director of Revenue.