

Download The Medical Device Excise Tax Economic Analysis

The Medical Device Excise Tax: Economic Analysis. Congressional Research Service 10. accounted for 13% of global sales: Abbott Labs, Covidien, Boston Scientific, Becton Dickinson, and Stryker. Covidien is an Irish firm (but was originally a spin-off from Tyco, a U.S. firm). Perhaps more importantly, the medical device tax is one of a suite of taxes on particular industries adopted to finance the Affordable Care Act including fees on drug manufacturers and importers, and fees on providers of health insurance. These fees tend to have similar effects as excise taxes. An Economic Analysis of the Medical Device Tax. July 8, 2015. INTRODUCTION. Since January 1, 2013, manufacturers, producers, and importers have grappled with a 2.3 percent excise tax on the sale of certain medical devices as a result of the Patient Protection and Affordable Care Act (ACA). The Medical Device Excise Tax: Economic Analysis Congressional Research Service 1 Introduction The medical device tax was one of a number of additional revenues proposed to offset the cost of the Affordable Care Act (ACA; P.L. 111-148).¹ This excise tax is projected to collect \$38 billion of excise tax revenue over the next 10 years.