



HOUSE BILL 1200: Tax-Free Family Essentials Act.

2025-2026 General Assembly

Committee:	House Finance. If favorable, re-refer to Rules, Calendar, and Operations of the House	Date:	June 30, 2026
Introduced by:	Reps. Schietzelt, Rhyne, Campbell, Chesser	Prepared by:	Trina Griffin
Analysis of:	PCS to First Edition H1200-CSSVf-52		Staff Attorney

OVERVIEW: *The Proposed Committee Substitute for House Bill 1200 would exempt from sales and use tax the purchase of diapers, baby wipes, and feminine hygiene products, effective October 1, 2026.*

CURRENT LAW: Absent a specific exemption, all tangible personal property is subject to the imposition of State and local sales tax. The current general rate of State sales tax is 4.75% plus the applicable local rate, which varies from 2% to 3.50%.

Sales of diapers or incontinence underpads when sold on prescription by an enrolled State Medicaid provider for use by beneficiaries of the State Medicaid program when the provider is reimbursed by the State Medicaid program or a Medicaid managed care organization are currently exempt from sales and use tax.

BILL ANALYSIS: The PCS for House Bill 1200 would exempt all diapers and incontinence underpads, baby wipes, and feminine hygiene products from the sales and use tax.

EFFECTIVE DATE: This bill would become effective October 1, 2026, and apply to sales on or after that date.

Kara McCraw
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