HWG Harmony
WELLNESS GROUP

Tax Exemption on Lift Chairs in Canada



DID YOU KNOW that power lift recliners are tax exempt in Canada with a prescription from a doctor or medical practitioner?

Requirements for Tax Exemption

- Chair with Lift Feature
- Medical-Grade Construction
- Prescription with Diagnosis



Not all Lift Chairs Apply

The lift chair must be built to medical-grade standards and be specially designed for an individual with a disability to be exempt from tax in Canada.

Medical Device License

The chair must be distributed by a company holding a Medical Device Establishment License (MDEL) in Canada.

Harmony Wellness Group Ltd., distributor of Ultra Comfort, holds a Canadian **MDEL: 3918**.

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Maximizing Tax Benefits: The Medical Expense Tax Credit (METC)



Medical-grade lift chairs are GST/HST exempt and qualify for the Canadian Medical Expense Tax Credit (METC) on Line 33099.

How it Works for the Customer:

- Tax Savings: The METC lets Canadians claim the lift mechanism (or the entire chair, if prescribed) to reduce the income tax they owe.
- Dealer Action: Remind customers to save their original receipt and prescription for their tax records.

How the calculation works:

To qualify, a customer's total yearly medical expenses must exceed the CRA threshold. This is either:

- 3% of their net income.
- $2,840 (the maximum cap for higher earners).

Sales Floor Example:

- The CRA threshold for claiming the credit is 3% of net income.
- For a net income of $40,000, 3% is $1,200.
- A $2,500 prescribed lift chair exceeds this threshold.

The remaining $1,300 qualifies for the tax credit, making the chair a valuable medical purchase.

Note: You can process the GST/HST exemption with a prescription at checkout, but always advise customers to consult a tax professional or the CRA for METC details.

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