

- Policies for loss of life, limb, sight, etc.
- Policies that pay you a guaranteed amount each week for a stated number of weeks if you are hospitalized for sickness or injury
- The part of your car insurance premiums that provides medical insurance coverage for all persons injured in or by your car
- Medical care insurance if you elected to pay these premiums with tax-free distributions from a retirement plan (in this case, the premiums would have been paid directly to the insurance provider by the retirement plan)



The following amounts may **not** be included in the subtraction for medical care insurance:

- Medical care insurance premiums paid by an employer, including amounts paid by you through payroll deductions, unless the premiums are included as wages in box 1 of your Form W-2
- Medical care insurance premiums paid with distributions from a health savings account if the distribution was not previously included in federal adjusted gross income. Distributions not previously included in federal adjusted gross income include pre-tax contributions to a health savings account.
- The amount of employer-provided medical care insurance that is identified on your Form W-2 in Box 12 with Code DD
- Medical care insurance premiums that are deducted pre-tax

Caution: If you participate in your employer’s fringe benefit cafeteria plan and agree to a voluntary salary reduction in return for a medical care insurance benefit, you may not consider the amount of your salary reduction an amount you paid for medical care insurance. You cannot subtract premiums paid with money that has not been included in your gross income. These programs may be known as flexible spending accounts, employee reimbursement accounts, etc. Some employers may identify these amounts on your pay stubs as Internal Revenue Code sec. 125 or as a pre-tax deduction.

→ When completing line 1 of Worksheet 1 or 2, if you purchased the insurance through an Exchange (Marketplace), the amount you paid is the amount paid after your premium was reduced for any advance payment of the premium assistance credit.

If you are self-employed, complete Worksheet 1 below. Note: If you are self-employed and deducted 100% of your medical care insurance cost on line 17 of your federal Schedule 1 (Form 1040) as a self-employed health insurance deduction, do not complete Worksheet 1 or 2. No additional deduction is allowed.

Medical Care Insurance – Worksheet 1 – Self Employed Persons	
1. Amount you paid for medical care insurance in 2022 while you were self-employed	1. _____
2. Self-employed health insurance deduction from line 17 of federal Schedule 1 (Form 1040)*	2. _____
3. Amount of medical care insurance deducted on federal Schedule C or F for employee spouse	3. _____
4. Amount of premium tax credit allowed on your 2022 federal return from line 9 of federal Schedule 3 (Form 1040)	4. _____
5. Add lines 2, 3, and 4	5. _____
6. Subtract line 5 from line 1	6. _____
7. Amount of advance premium tax credit you were required to repay from line 2 of federal Schedule 2 (Form 1040)	7. _____
8. Add lines 6 and 7	8. _____
9. Fill in the amount from line 5 of Form 1 <u>less</u> the amount on line 50 of Schedule SB without considering the subtraction for medical care insurance. If zero or less, enter 0 (zero)	9. _____
10. Fill in the smaller of line 8 or 9 here and on line 6. This is your subtraction for medical care insurance	10. _____
* Do not include any amounts deducted for long-term care insurance.	

Complete Worksheet 2 if you are (1) an employee or (2) a person who had no employer and were not self-employed.

Medical Care Insurance – Worksheet 2 – Others	
1. Amount you paid in 2022 for medical care insurance	1. _____
2. Amount of premium tax credit allowed on your 2022 federal return from line 9 of federal Schedule 3 (Form 1040)	2. _____
3. Subtract line 2 from line 1	3. _____
4. Amount of advance premium tax credit you were required to repay from line 2 of federal Schedule 2 (Form 1040)	4. _____
5. Add lines 3 and 4	5. _____
6. Fill in the amount from line 5 of Form 1 <u>less</u> the amount on line 50 of Schedule SB without considering the subtraction for medical care insurance. If zero or less, enter 0 (zero)	6. _____
7. Fill in the smaller of line 5 or 6. This is your subtraction for medical care insurance	7. _____