

FISCAL NOTE
Requested by Legislative Council
01/16/2017

Bill/Resolution No.: SB 2230

- 1 A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2015-2017 Biennium		2017-2019 Biennium		2019-2021 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures						
Appropriations						

- 1 B. **County, city, school district and township fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

	2015-2017 Biennium	2017-2019 Biennium	2019-2021 Biennium
Counties			
Cities			
School Districts			
Townships			

- 2 A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

SB 2230 expands existing law providing for an income tax credit to individuals owning partnership-type long-term care insurance policies.

- B. **Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Current law allows an income tax credit to individuals who purchase a “partnership” long-term care insurance policy. The credit is equal to the premiums paid during the year for insurance that covers the taxpayer or taxpayer’s spouse, or both. The maximum credit allowed in a year for each insured individual is limited to \$250. SB 2230 expands the law to allow the credit for premiums paid for long-term care insurance coverage that is part of a “hybrid” long-term care insurance policy. In general, a “hybrid” long-term care insurance policy is one that combines long-term care insurance coverage with a life insurance policy or an annuity.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

- A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

If enacted, SB 2230 may reduce state general fund revenues in the 2017-19 biennium. The amount of the reduction, if any, cannot be determined because there are too many unknown variables affecting the potential for the tax credit to be utilized.

- B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

- C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

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