

SENATE BILL NO. 2296

Introduced by

Senators C. Nelson, Bercier, O'Connell

Representatives Boucher, Cleary, Fairfield

1 A BILL for an Act to create and enact a new section to chapter 57-38 and a new subsection to
2 section 57-38-30.3 of the North Dakota Century Code, relating to an income tax credit for
3 prescribed drugs and insulin; and to provide an effective date.

4 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

5 **SECTION 1.** A new section to chapter 57-38 of the North Dakota Century Code is
6 created and enacted as follows:

7 **Prescribed drugs and insulin tax credit.** An individual age sixty-five or older is
8 entitled to a credit as determined under this section for costs of prescribed drugs and insulin.
9 The credit is equal to any expenditure exceeding five hundred dollars by the individual during
10 the taxable year for prescribed drugs and insulin allowable as a deduction under section 213 of
11 the Internal Revenue Code [26 U.S.C. 213] but not allowed on the federal return by reason of
12 the federal medical deduction limitation. The credit under this section may not exceed two
13 hundred fifty dollars per individual per taxable year.

14 **SECTION 2.** A new subsection to section 57-38-30.3 of the North Dakota Century Code
15 is created and enacted as follows:

16 A taxpayer filing a return under this section is entitled to the credit provided for
17 costs of prescribed drugs and insulin under section 1 of this Act.

18 **SECTION 3. EFFECTIVE DATE.** This Act is effective for taxable years beginning after
19 December 31, 2000.