

**FISCAL NOTE**  
**Requested by Legislative Council**  
01/09/2009

Bill/Resolution No.: HB 1209

**1A. 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.*

	2007-2009 Biennium		2009-2011 Biennium		2011-2013 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues			(\$1,500,000)			
Expenditures						
Appropriations						

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

2007-2009 Biennium			2009-2011 Biennium			2011-2013 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

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

HB 1209 creates an individual income tax credit for premiums paid for long-term care partnership plan insurance coverage.

**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.*

Section 1 of the bill creates a tax credit of \$250 per year for the taxpayer and spouse for qualifying insurance premiums. Section 2 allows the credit on the state's primary income tax return, Form ND-1. (Note: the policies that are covered under HB 1209 are specifically defined and are not as broad as those currently allowed a tax credit on Form ND-2. The ND-2 tax credit is not affected by this bill.)

Information from the Insurance Department indicates there are currently approx. 1100 qualifying policies, an amount that is anticipated to grow. Using the information from the Insurance Department, we estimate that, if enacted, HB 1209 will reduce state general fund revenues by an estimated \$1.5 million in the 2009-2011 biennium.

**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.*

**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 is also included in the executive budget or relates to a continuing appropriation.*

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