Fifty-seventh Legislative Assembly of North Dakota

## 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:
- Prescribed drugs and insulin tax credit. An individual age sixty-five or older is
  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.
- SECTION 2. A new subsection to section 57-38-30.3 of the North Dakota Century Code is created and enacted as follows:
- A taxpayer filing a return under this section is entitled to the credit provided for costs of prescribed drugs and insulin under section 1 of this Act.
- SECTION 3. EFFECTIVE DATE. This Act is effective for taxable years beginning after December 31, 2000.