

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2017

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HOUSE BILL 295

Short Title: Health Care Sharing Expenses Deduction. (Public)

Sponsors: Representatives S. Martin and Dobson (Primary Sponsors).

For a complete list of sponsors, refer to the North Carolina General Assembly web site.

Referred to: Insurance, if favorable, Finance

March 9, 2017

1 A BILL TO BE ENTITLED
2 AN ACT TO PROVIDE INCOME TAX RELIEF FOR HEALTH CARE SHARING EXPENSES.
3 The General Assembly of North Carolina enacts:

4 **SECTION 1.** G.S. 105-153.5(a)(2) reads as rewritten:

5 "(2) Itemized deduction amount. – An amount equal to the sum of the items listed in
6 this subdivision. The amounts allowed under this subdivision are not subject to
7 the overall limitation on itemized deductions under section 68 of the Code:

8 ...

9 c. Medical and Dental Expense. – ~~The amount allowed as a deduction for~~
10 To the extent it exceeds ten percent (10%) of a taxpayer's adjusted gross
11 income for that taxable year, the sum of (i) medical and dental expenses
12 that are used for the calculation under section 213 of the Code for that
13 taxable year and (ii) qualified health care sharing expenses incurred by
14 the taxpayer for being a member of a health care sharing organization
15 during the taxable year. For purposes of this sub-subdivision, a "health
16 care sharing organization" is defined in G.S. 58-49-12 and "qualified
17 health sharing expenses" are the total amount of money paid by a
18 taxpayer as a member of a health care sharing organization toward the
19 health care expenses of the members of the health care sharing
20 organization for which the taxpayer received no reimbursement,
21 including administrative expenses incurred by the health care sharing
22 organization.

23"

24 **SECTION 2.** This act is effective for taxable years beginning on or after January 1,
25 2018.

