



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2025 Biennium

Bill information:

HB0089 - Revise laws related to Montana national guard life insurance and court martials (Green, Paul)

Status: As Introduced

- Significant Local Gov Impact
 Needs to be included in HB 2
 Technical Concerns
 Included in the Executive Budget
 Significant Long-Term Impacts
 Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: HB 89 eliminates the National Guard Life Insurance reimbursements, while also eliminating the state's personal income tax exemptions for the insurance reimbursements. This bill has no fiscal impact to the state.

FISCAL ANALYSIS


Assumptions:**Department of Military Affairs**

1. The military service members' life insurance account and program have not been utilized in over 10 years.
2. The repealed sections of the Montana Code Annotated in this bill will reduce the administrative burden on the federal government.

Department of Revenue

3. HB 89 eliminates the National Guard Life Insurance reimbursements, while also eliminating the state's personal income tax exemptions for the insurance reimbursements. The proposed changes apply starting TY 2024.

4. By eliminating both the life insurance reimbursements and the income exemption, total Montana taxable income and tax liabilities will not change under the proposed bill.
5. The changes made by the proposed bill will require the department to modify its personal income tax forms. However, the changes will be made during the annual form process and will not require any additional expenditures by the department.


HD
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4 JAN 23

Sponsor's Initials *Date*


1-2-23

Budget Director's Initials *Date*