

Fifty-fifth
Legislative Assembly
of North Dakota

HOUSE BILL NO. 1374

Introduced by

Representative Kroeplin

Senator Wogsland

1 A BILL for an Act to create and enact a new subsection to section 57-39.2-04 of the North
2 Dakota Century Code, relating to a sales and use tax exemption for sales by a new business in
3 a city of fewer than one thousand five hundred population; and to provide an effective date.

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

5 **SECTION 1.** A new subsection to section 57-39.2-04 of the 1995 Supplement to the
6 North Dakota Century Code is created and enacted as follows:

7 Gross receipts from sales otherwise taxable under this chapter made during the
8 first twenty-four months of operation of a new business in a city of fewer than one
9 thousand five hundred population, if the exemption under this subsection has been
10 approved for that business by the city governing body. For purposes of this
11 subsection, "new business" means a business establishment that did not
12 previously exist in the city or for which there has been a change of ownership
13 accomplished through a sale in an arm's-length transaction. A business or
14 business location is not eligible for the exemption under this subsection more than
15 once.

16 **SECTION 2. EFFECTIVE DATE.** This Act is effective for taxable events occurring after
17 June 30, 1997.