

Fifty-sixth  
Legislative Assembly  
of North Dakota

**SENATE BILL NO. 2379**

Introduced by

Senators Lyson, Urlacher, Wardner

Representatives Byerly, Rennerfeldt, Wald

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 repair and replacement  
3 parts for machinery and equipment used for oil and gas production or exploration; and to  
4 provide an effective date.

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

6 **SECTION 1.** A new subsection to section 57-39.2-04 of the 1997 Supplement to the  
7 North Dakota Century Code is created and enacted as follows:

8 Gross receipts from the sale of a repair or replacement part for machinery or  
9 equipment, not including motor vehicles, which is an essential component of a  
10 producing oil or gas well or of drilling or other oil and gas exploration activities.

11 **SECTION 2. EFFECTIVE DATE.** This Act is effective for taxable events occurring after  
12 June 20, 1999.