

Introduced by

Senators Kroeplin, Grindberg, Klein

Representatives Nelson, Warner, Weisz

1 A BILL for an Act to create and enact a new subsection to section 40-63-04 of the North Dakota
2 Century Code, relating to renaissance zone income tax exemptions for the purchase or
3 expansion of business property in small cities; 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 40-63-04 of the 1999 Supplement to the
6 North Dakota Century Code is created and enacted as follows:

7 An individual taxpayer who purchases a new business or expands the taxpayer's
8 existing business is exempt up to ten thousand dollars of personal income tax
9 liability as determined under section 57-38-29 or 57-38-30.3 for five taxable years,
10 beginning with the date of purchase or completion of the expansion. The cost of
11 the acquisition or expansion must exceed seventy-five thousand dollars and must
12 be an approved zone project. The new or expanding business must be located in
13 a city of less than two thousand five hundred population.

14 **SECTION 2. EFFECTIVE DATE.** This Act is effective for taxable years beginning after
15 December 31, 2000.