Fifty-eighth Legislative Assembly of North Dakota SECOND DRAFT: Prepared by the Legislative Council staff for the Taxation Committee June 2002

Introduced by

1 A BILL for an Act to amend and reenact section 40-23-22.1 of the North Dakota Century Code,

- 2 relating to city flood control special assessments on privately owned structures, fixtures, and
- 3 improvements, used for private commercial purposes, which are located on state-owned land;
- 4 and to provide an effective date.

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

6 SECTION 1. AMENDMENT. Section 40-23-22.1 of the North Dakota Century Code is
7 amended and reenacted as follows:

40-23-22.1. City flood control special assessment exemption for state property Limitations.

10 Notwithstanding any other provision of law, property of the state in a city subject to 1. 11 this section is exempt from special assessments levied for flood control purposes. 12 Upon request by the governing body of the city, the exemption under this section 13 may be completely or partially waived by majority vote of the budget section of the 14 legislative council. A city is subject to the exemption under this section in 15 recognition of state financial assistance for flood control provided to the city 16 pursuant to section 61-02.1-01 or other appropriation or commitment of state 17 funds. 18 The exemption under this section does not apply to any structure, fixture, or 2. 19 improvement located on state-owned land if the structure, fixture, or improvement 20 is owned by a private for-profit entity and used by it for commercial purposes

- 21 <u>unless the net profit from the operation is dedicated to the state institution or</u>
- 22 agency that owns the land. An assessment allowed under this subsection must be
- 23 <u>made against the structure, fixture, or improvement and not against the land on</u>
 24 which it is located.

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- 1 SECTION 2. EFFECTIVE DATE. This Act is effective for special assessment
- 2 installments confirmed after July 31, 2003.