

Fifty-eighth  
Legislative Assembly  
of North Dakota

**SENATE BILL NO. 2336**

Introduced by

Senators Grindberg, Fischer

1 A BILL for an Act to amend and reenact subsection 1 of section 57-40.3-02.1 of the North  
2 Dakota Century Code, relating to motor vehicle excise taxes on leased vehicles; and to provide  
3 an effective date.

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

5 **SECTION 1. AMENDMENT.** Subsection 1 of section 57-40.3-02.1 of the North Dakota  
6 Century Code is amended and reenacted as follows:

7 1. With respect to any lease for a term of one year or more of a motor vehicle with an  
8 actual vehicle weight of ten thousand pounds [4535.92 kilograms] or less, all  
9 receipts due or consideration given or contracted to be given at the initiation of the  
10 lease and for the entire period of the lease, option to renew, or similar provision, or  
11 combination thereof, are deemed to have been paid or given and are subject to  
12 tax. At the option of the lessor and lessee, a motor vehicle subject to taxation  
13 under this subsection may be taxed on the basis of its purchase price. Any tax due  
14 must be collected as provided in section 57-40.3-12 as of the date of first payment  
15 under the lease, option to renew, or similar provision, or combination thereof, or as  
16 of the date of registration under chapter 39-05.

17 **SECTION 2. EFFECTIVE DATE.** This Act is effective for taxable events beginning  
18 after June 30, 2003.