

**FIRST ENGROSSMENT
with Conference Committee Amendments****ENGROSSED SENATE BILL NO. 2172**

Introduced by

Senators G. Lee, Tollefson, Triplett

Representatives Belter, Froelich, Klemin

1 A BILL for an Act to amend and reenact subsection 20 of section 57-02-08 of the North Dakota
2 Century Code, relating to the homestead property tax exemption for disabled veterans; and to
3 provide an effective date.

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

5 **SECTION 1. AMENDMENT.** Subsection 20 of section 57-02-08 of the North Dakota
6 Century Code is amended and reenacted as follows:

7 20. Fixtures, buildings, and improvements up to the amount of valuation specified,
8 when owned and occupied as a homestead, as hereinafter defined, by any of the
9 following persons:

- 10 a. A paraplegic disabled veteran of the United States armed forces or any
11 veteran who has been awarded specially adapted housing by the veterans'
12 administration, or the unremarried surviving spouse if such veteran is
13 deceased, for the first one hundred twenty thousand dollars of true and full
14 valuation of the fixtures, buildings, and improvements.
- 15 b. A disabled veteran of the United States armed forces who was discharged
16 under honorable conditions or who has been retired from the armed forces of
17 the United States with an armed forces service-connected disability of fifty
18 percent or greater, or the unremarried surviving spouse if the veteran is
19 ~~deceased, if the income of the veteran and the spouse, or if the veteran is~~
20 ~~deceased the income of the unremarried surviving spouse, in the calendar~~
21 ~~year prior to the year for which the exemption is claimed did not exceed the~~
22 ~~maximum amount of income provided in section 57-02-08.1 for receiving a~~
23 ~~homestead credit under that section exclusive of any compensation or~~
24 ~~pension for service-connected disability from the United States government~~

1 for a percentage, equal to the percentage of the disabled veteran's certified
2 rated service-connected disability, applied against the first one hundred
3 twenty thousand dollars of true and full valuation of the fixtures, buildings, and
4 improvements.

- 5 c. Any permanently and totally disabled person who is permanently confined to
6 use of a wheelchair, or, if deceased, the unremarried surviving spouse of a
7 permanently and totally disabled person. If the spouse of a permanently and
8 totally disabled person owns the homestead or if it is jointly owned by them,
9 the same reduction in assessed valuation applies as long as both reside
10 thereon. The provisions of this subdivision do not reduce the liability for
11 special assessments levied upon the homestead. The phrase "permanently
12 confined to use of a wheelchair" means that the person cannot walk with the
13 assistance of crutches or any other device and will never be able to do so and
14 that a physician selected by the local governing board has so certified.

15 Any person claiming an exemption under this subsection for the first time
16 shall file with the county auditor an affidavit showing the facts herein required and
17 a description of the property and, in addition, a disabled veteran claiming
18 exemption under subdivision b shall also file with the affidavit a certificate from the
19 United States veterans' administration, or its successors, certifying to the amount
20 of the disability;~~the.~~ The affidavit and certificate must be open for public
21 inspection. ~~Any person shall thereafter furnish to the assessor or other~~
22 ~~assessment officials when requested to do so any information which is believed~~
23 ~~will support the claim for exemption for any subsequent year~~ After the initial filing
24 of a claim for exemption under this subsection, the exemption is automatically
25 renewed each following year but the veteran or veteran's unremarried surviving
26 spouse must refile if that person sells the property or no longer claims it as a
27 primary place of residence or if the veteran dies or receives a change in the
28 percentage of the certified rated service-connected disability.

29 For purposes of this subsection, and except as otherwise provided in this
30 subsection, "homestead" has the meaning provided in section 47-18-01 except
31 that it also applies to any person who otherwise qualifies under the provisions of

1 this subsection whether or not the person is the head of a family. The board of
2 county commissioners is hereby authorized to cancel the unpaid taxes for any year
3 in which the veteran has held title to the exempt property.

4 This subsection does not apply within a county in which a resolution approved
5 by the board of county commissioners is in effect disallowing the exemption under
6 this subsection for the taxable year.

7 **SECTION 2. EFFECTIVE DATE.** This Act is effective for taxable years beginning after
8 December 31, 2006.