

Sixty-first  
Legislative Assembly  
of North Dakota

**HOUSE BILL NO.**

Introduced by

Representative Skarphol

1 A BILL for an Act to create and enact a new subsection to section 57-02-08 of the North Dakota  
2 Century Code, relating to a property tax exemption for oil or gas pipelines; and to provide an  
3 effective date.

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

5 **SECTION 1.** A new subsection to section 57-02-08 of the North Dakota Century Code  
6 is created and enacted as follows:

7 Property comprising a pipeline system for transportation of oil or natural gas is  
8 exempt from taxation during construction and for the first five taxable years  
9 following the construction is completed. For purposes of this section, "pipeline"  
10 means a pipeline, pumps, compressors, and other pipeline  
11 necessary to transport oil or gas from the well site to the point of sale, a  
12 transportation connection, a storage facility, or refinery or processing facility.

13 **SECTION 2. EFFECTIVE DATE.** This Act is effective for taxable years beginning after  
14 December 31, 2008.