

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 gathering lines; and to provide
3 an 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 A gathering line for transportation of oil or natural gas is exempt from taxation
8 during construction and for the first five taxable years following the taxable year
9 construction is completed. For purposes of this section, "gathering line" means a
10 pipeline, pumps, compressors, and other pipeline system components necessary
11 to transport oil or gas from the well site to a refinery or processing facility, a holding
12 tank or tank battery, or an oil or gas transmission pipeline.

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