

Fifty-fifth  
Legislative Assembly  
of North Dakota

**SENATE BILL NO. 2299**

Introduced by

Senators Kelsh, Lips, Traynor

Representatives Brandenburg, DeKrey, Grumbo, Wardner

1 A BILL for an Act to create and enact a new section to chapter 58-03 of the North Dakota  
2 Century Code, relating to sales, use, and excise taxes imposed by townships.

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

4 **SECTION 1.** A new section to chapter 58-03 of the North Dakota Century Code is  
5 created and enacted as follows:

6 **Township sales, use, and excise taxes - Contracts for collection.** The board of  
7 township supervisors, by resolution approved at the annual township meeting, may impose  
8 sales, use, or excise taxes, or any combination of those taxes, within the township. Net  
9 revenues from taxes imposed under this section may be expended for any purpose for which a  
10 township is authorized by law to expend its funds. A tax imposed under this section must be  
11 imposed for full calendar quarterly periods.

12 A tax imposed under this section must conform to state law regarding sales or activities  
13 that are subject to, or exempt from, sales, use, or excise taxes and may not be imposed at a  
14 rate exceeding one percent. A person required to collect taxes imposed under this section may  
15 not be required to collect more than thirty thousand dollars in taxes imposed under this section  
16 in any calendar year.

17 The board of township supervisors and the tax commissioner may enter a contract for  
18 collection of taxes imposed under this section. The contract must provide for transfer of  
19 revenues to the township and an agreed amount to be allowed the tax commissioner for  
20 collection services. Any amount allowed the tax commissioner must be transferred to the state  
21 treasurer for deposit in the state general fund.