

Fifty-fifth Legislative Assembly, State of North Dakota, begun in the Capitol in the City of Bismarck, on Monday, the sixth day of January, one thousand nine hundred and ninety-seven

HOUSE BILL NO. 1104
(Finance and Taxation Committee)
(At the request of the Tax Commissioner)

AN ACT to amend and reenact subdivision h of subsection 1 of section 57-38-01.2, subsection 5 of section 57-38-04, and subsection 2 of section 57-38-60 of the North Dakota Century Code, relating to allocation and apportionment of nonresident income and employer income tax withholding return requirements; and to provide an effective date.

BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

SECTION 1. AMENDMENT. Subdivision h of subsection 1 of section 57-38-01.2 of the 1995 Supplement to the North Dakota Century Code is amended and reenacted as follows:

- h. ~~Reduced~~ Except for residents, reduced by the amount of net income not allocated and apportioned to this state under the provisions of chapter 57-38.1, but only to the extent that the amount of net income not allocated and apportioned to this state under the provisions of that chapter is not included in any adjustment made pursuant to the preceding subdivisions.

SECTION 2. AMENDMENT. Subsection 5 of section 57-38-04 of the 1995 Supplement to the North Dakota Century Code is amended and reenacted as follows:

5. Whenever a trade or business is carried on partly within and partly without this state by a nonresident of this state, the entire income therefrom must be allocated to this state and to other states, according to the provisions of ~~sections 57-38-12, 57-38-13, and 57-38-14~~ chapter 57-38.1, providing for allocation and apportionment of income of corporations doing business within and without this state.

SECTION 3. AMENDMENT. Subsection 2 of section 57-38-60 of the 1995 Supplement to the North Dakota Century Code is amended and reenacted as follows:

2. Every employer shall file a return on forms prescribed by the tax commissioner with each payment made to the tax commissioner under this section which ~~shall show the total amount of wages paid to employees, the amount of federal income tax deducted and withheld during the period covered by the return,~~ shows the amount of tax imposed under this chapter which was deducted and withheld during the period covered by the return, and such other information as the tax commissioner may require.

SECTION 4. EFFECTIVE DATE. This Act is effective for taxable years beginning after December 31, 1996.

Speaker of the House

President of the Senate

Chief Clerk of the House

Secretary of the Senate

This certifies that the within bill originated in the House of Representatives of the Fifty-fifth Legislative Assembly of North Dakota and is known on the records of that body as House Bill No. 1104.

House Vote: Yeas 94 Nays 0 Absent 4

Senate Vote: Yeas 47 Nays 0 Absent 2

Chief Clerk of the House

Received by the Governor at _____ M. on _____, 1997.

Approved at _____ M. on _____, 1997.

Governor

Filed in this office this _____ day of _____, 1997,
at _____ o'clock _____ M.

Secretary of State