

**HOUSE BILL NO. 1312**

Introduced by

Representatives Conrad, Wolf

Senator Horne

1 A BILL for an Act to create and enact section 57-15-63.1 of the North Dakota Century Code,  
2 relating to relevy by a school district of property taxes omitted by mistake; to provide an  
3 effective date; and to provide an expiration date.

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

5 **SECTION 1.** Section 57-15-63.1 of the North Dakota Century Code is created and  
6 enacted as follows:

7 **57-15-63.1. (Effective through December 31, 2011) Mistake in levy - Levy increase**  
8 **in later year - Levy reverts.**

- 9 1. Notwithstanding sections 57-15-01.1 and 57-15-14, if a mistake occurred in the  
10 2006 tax year which resulted in a reduction of twenty mills or more in the amount a  
11 school district intended to be levied, as of the October tenth deadline under section  
12 57-15-31.1, not being levied and the mistake has been brought to the attention of  
13 the county auditor or county treasurer of any county with land in the school district  
14 by February 1, 2007, the taxing district may include the amount that was  
15 mistakenly not levied in the taxing district's budget and general fund levy for a  
16 single tax year, or spread among one or more tax years, in tax years 2007 through  
17 2012.
- 18 2. If the resulting general fund levy for the tax year is above one hundred eighty-five  
19 mills, the taxing district need not comply with chapter 57-16.
- 20 3. After a tax year in which a taxing district's levy increase authority under this section  
21 is exhausted, the taxing district's general fund levy must revert to the general fund  
22 levy as it would have been determined without application of this section, plus any  
23 increase authorized by law or the taxing district may elect to apply subsection 5 to  
24 determine its general fund levy limitation.

- 1           4. Before any taxable year may be used as a "base year" under section 57-15-01.1 or  
2           a "prior school year" under section 57-15-14 and before any taxable year may be  
3           used as a basis for allocation of funds among school districts, any amount included  
4           in that taxable year's levy under this section must be deducted.
- 5           5. A school district that uses this section to determine its general fund levy may use  
6           the amount it intended to levy in the 2006 tax year as its "base year" under section  
7           57-15-01.1 or as its "prior school year" under section 57-15-14.
- 8           6. In any allocation of funds among school districts in which the school district mill  
9           rate or levy in dollars is used, the 2006 tax year mill rate and levy in dollars for a  
10          school district eligible for a levy increase under this section must be replaced by  
11          the mill rate and levy in dollars that would have been levied without the mistake.  
12          The school district shall notify the tax commissioner and superintendent of public  
13          instruction of the amount the correct 2006 tax year mill rate and levy in dollars  
14          would have been.

15           **SECTION 2. EFFECTIVE DATE - EXPIRATION DATE.** This Act is effective for taxable  
16 years beginning after December 31, 2006, and before January 1, 2012, and is thereafter  
17 ineffective.