

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1374

Page 1, line 10, after the underscored period insert "A benefit under this subdivision excludes unemployment compensation received from a state or federal program. The amount of the total deduction determined at the entity level must be passed through to the partners, shareholders, or members in proportion to their respective interests in the passthrough entity."

Renumber accordingly

**HOUSE BILL NO. 1374**

Introduced by

Representatives Kasper, Bosch, Boschee, Dockter, K. Koppelman, Lefor, Louser, D. Ruby,  
Schauer, Steiner

Senator Hogue

1 A BILL for an Act to create and enact a new subdivision to subsection 2 of section 57-38-30.3 of  
2 the North Dakota Century Code, relating to an income tax deduction for COVID-19 relief  
3 benefits; and to provide an effective date.

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

5 **SECTION 1.** A new subdivision to subsection 2 of section 57-38-30.3 of the North Dakota  
6 Century Code is created and enacted as follows:

7 Reduced by the amount of any payment or benefit received by the taxpayer  
8 which is authorized by the state or federal government and provided in response  
9 to COVID-19, but only to the extent the payment or benefit was included in  
10 federal taxable income. A benefit under this subdivision excludes unemployment  
11 compensation received from a state or federal program. The amount of the total  
12 deduction determined at the entity level must be passed through to the partners,  
13 shareholders, or members in proportion to their respective interests in the  
14 passthrough entity. For purposes of this subdivision, "COVID-19" means the  
15 severe acute respiratory syndrome coronavirus 2 identified as SARS-CoV-2.

16 **SECTION 2. EFFECTIVE DATE.** This Act is effective for taxable years beginning after  
17 December 31, 2020.