

**SENATE BILL NO. 2202**

Introduced by

Senators Heitkamp, Poolman, Sorvaag

Representatives Magrum, Skroch, Steiner

1 A BILL for an Act to amend and reenact subsection 36 of section 57-02-08 of the North Dakota  
2 Century Code, relating to a property tax exemption for property leased for the provision of early  
3 childhood or adult day care services; and to provide an effective date.

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

5 **SECTION 1. AMENDMENT.** Subsection 36 of section 57-02-08 of the North Dakota  
6 Century Code is amended and reenacted as follows:

7 36. The governing body of the city, for property within city limits, or of the county, for  
8 property outside city limits, may grant a property tax exemption for the portion of  
9 fixtures, buildings, and improvements, used primarily to provide early childhood  
10 services by a corporation, limited liability company, or organization licensed under  
11 chapter 50-11.1 or used primarily as an adult day care center. The exemption applies  
12 regardless of whether the early childhood or adult day care service provider owns the  
13 property or leases the property. However, this exemption is not available for property  
14 used as a residence. ~~The exemption also may be granted for the portion of fixtures,~~  
15 ~~buildings, and improvements owned by an organization recognized as tax exempt~~  
16 ~~under section 501(c)(3) of the United States Internal Revenue Code [26 U.S.C. 501(c)~~  
17 ~~(3)] and leased to an operator licensed under chapter 50-11.1 for use primarily to~~  
18 ~~provide early childhood services.~~

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

21.0443.02001  
Title.

Prepared by the Legislative Council staff for  
Representative M. Nelson  
March 8, 2021

PROPOSED AMENDMENTS TO SENATE BILL NO. 2202

Page 1, line 3, after "childhood" insert "or adult day care"

Page 1, line 11, after the period insert "The exemption applies regardless of whether the early childhood or adult day care service provider owns the property or leases the property."

Page 1, line 12, remove "The exemption also may"

Page 1, remove lines 13 through 16

Renumber accordingly