February 14, 2023

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1427

- Page 1, line 2, replace "exemption" with "rate reduction"
- Page 3, line 5, replace "twenty-four" with "sixty"
- Page 3, line 5, after "production" insert "or is producing more than one hundred and twenty-five barrels of oil per day"
- Page 4, line 7, remove "exempt from any"
- Page 4, line 8, replace "taxes imposed" with "subject to a reduced tax rate of two percent of the gross value at the well of the oil extracted"
- Page 4, line 8, replace "a period of five years" with "the first seventy-five thousand barrels of incremental production or for a period of eighteen months"
- Page 4, line 9, after "begins" insert ", whichever occurs first. The tax rate reduction under this subsection does not apply to a well located within the exterior boundaries of a reservation, a well located on trust properties outside reservation boundaries as defined in section 57-51.2-02, or a straddle well located on reservation trust land as defined in section 57-51.1-07.10, unless a tribe makes an irrevocable election to opt-in to the tax rate reduction by providing written notice to the tax commissioner. If a tribe provides notice of its election to opt-in to the tax rate reduction, the tax commissioner shall apply the tax rate reduction beginning in the month of production after the notice is received by the tax commissioner"
- Page 4, line 10, replace "exemption" with "tax rate reduction"
- Page 4, line 19, replace "exemption" with "tax rate reduction"
- Page 5, line 12, replace "exemption" with "rate reduction"
- Page 5, line 24, replace "events occurring" with "production beginning"

Renumber accordingly