

CHILD CARE RELATED TAX CREDITS IN STATES

State Profile Update, May 2022

North Dakota

FOR EMPLOYERS

Tax Landscape: Forty-four states levy corporate income taxes.

Does North Dakota levy taxes on corporate employers in the state?

Yes

Does North Dakota have an employer tax credit to incentivize the provision of child care for employees?

Yes

Employer Child Care Tax Credit Description

Property exempt from taxation. Section 36 of 57-02-08. The governing body of the city, for property within city limits, or of the county, for property outside city limits, may grant a property tax exemption for the portion of fixtures, buildings, and improvements, used primarily to provide early childhood services by a corporation, limited liability company, or organization licensed under chapter 50-11.1 or used primarily as an adult day care center. The exemption applies regardless of whether the early childhood or adult day care service provider owns the property. However, this exemption is not available for property used as a residence.

Code Section: Subsection 36 of § 57-02-08; *Link:* <https://bit.ly/3IDCQQI>

Note: North Dakota S2202 enacted April 21, 2022

FOR PARENTS

Tax Landscape: Nine states do not levy personal income taxes. (Seven states do not levy personal income taxes and an additional two states do not tax wages. For example, in those states investment income and interest is taxed but wages are not taxed).

Does North Dakota levy taxes on personal income?

Yes

Does North Dakota have a dependent care tax credit for parents?

No

Parent Child Care Tax Credit Description

No child care tax credit for families at this time

Code Section: Not Applicable

OTHER POTENTIAL REVENUE SOURCES

Check out CED's Child Care Tax Credit Corner web page for other taxes that states may levy (e.g., estate or inheritance taxes, lottery taxes, marijuana taxes, property taxes, sales taxes, and tobacco and vaping taxes).

www.ced.org/child-care-state-tax-credits