

Sixty-first
Legislative Assembly
of North Dakota

HOUSE BILL NO. 1251

Introduced by

Representatives Skarphol, Delzer, Kempenich

Senators Andrist, Lyson, Wardner

1 A BILL for an Act to create and enact a new subsection to section 57-02-08 of the North Dakota
2 Century Code, relating to a property tax exemption for oil or gas pipelines; and to provide an
3 effective date.

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

5 **SECTION 1.** A new subsection to section 57-02-08 of the North Dakota Century Code
6 is created and enacted as follows:

7 Property comprising a pipeline system for transportation of oil or natural gas is
8 exempt from taxation during construction and for the first five taxable years
9 following the taxable year construction is completed. For purposes of this section,
10 "pipeline system" means a pipeline, pumps, compressors, and other pipeline
11 system components necessary to transport oil or gas from the well site to the point
12 of sale, a transportation connection, a storage facility, or refinery or processing
13 facility.

14 **SECTION 2. EFFECTIVE DATE.** This Act is effective for taxable years beginning after
15 December 31, 2008.