

Sixty-ninth
Legislative Assembly
of North Dakota

HOUSE BILL NO. 1552

Introduced by

Representatives Headland, Berg, Bosch, Dockter, Dressler, Grueneich, Hagert, Vollmer

Senators Meyer, Patten, Thomas

1 A BILL for an Act to create and enact a new section to chapter 11-09.1 and a new section to
2 chapter 40-05.1 of the North Dakota Century Code, relating to limitation of the rate of home rule
3 sales, use, or gross receipts taxes; and to provide an effective date.

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

5 **SECTION 1.** A new section to chapter 11-09.1 of the North Dakota Century Code is created
6 and enacted as follows:

7 **Sales, use, and gross receipts taxes - Rate restriction.**

8 A home rule county may not impose a new or extend or increase any existing home rule
9 sales, use, or gross receipts tax after June 30, 2025, at a rate exceeding three percent. Sales
10 and use taxes or gross receipts taxes levied under this chapter before July 1, 2025, at a rate
11 exceeding three percent may continue to be imposed at the rate in effect on June 30, 2025,
12 until the expiration of the period for which the tax rate in excess of three percent was approved
13 but may not thereafter be reimposed at a rate exceeding three percent.

14 **SECTION 2.** A new section to chapter 40-05.1 of the North Dakota Century Code is created
15 and enacted as follows:

16 **Sales, use, and gross receipts taxes - Rate restriction.**

17 A home rule city may not impose a new or extend or increase any existing home rule sales,
18 use, or gross receipts tax after June 30, 2025, at a rate exceeding three percent. Sales and use
19 taxes or gross receipts taxes levied under this chapter before July 1, 2025, at a rate exceeding
20 three percent may continue to be imposed at the rate in effect on June 30, 2025, until the
21 expiration of the period for which the tax rate in excess of three percent was approved but may
22 not thereafter be reimposed at a rate exceeding three percent.

23 **SECTION 3. EFFECTIVE DATE.** This Act is effective for taxable events occurring after
24 June 30, 2025.