

15.8062.01000

Sixty-fourth
Legislative Assembly
of North Dakota

SENATE BILL NO. 2069

Introduced by

Finance and Taxation Committee

(At the request of the Tax Commissioner)

1 A BILL for an Act to amend and reenact subsection 2 of section 57-38-59.4 of the North Dakota
2 Century Code, relating to the tax base and rate of withholding for recipients of oil and gas
3 royalty payments; and to provide an effective date.

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

5 **SECTION 1. AMENDMENT.** Subsection 2 of section 57-38-59.4 of the North Dakota
6 Century Code is amended and reenacted as follows:

7 2. Except as provided in subsection 3, each remitter shall deduct and withhold from the
8 ~~net~~gross amount of the royalty payment made to each nonresident individual or
9 business entity that does not have its commercial domicile in this state at the highest
10 marginal rate ~~provided in sections 57-38-30 and section 57-38-30.3~~ minus
11 three-fourths of one percent. Sections 57-38-59 and 57-38-60 apply to the filing of the
12 returns and payment of the tax under this subsection.

13 **SECTION 2. EFFECTIVE DATE.** This Act is effective for taxable years beginning after
14 December 31, 2015.