

SENATE BILL NO. 2158

Introduced by

Senators Taylor, Espeland, Klein

Representatives Boe, Drovdal, N. Johnson

1 A BILL for an Act to create and enact a new subsection to section 57-35.3-05 of the North
2 Dakota Century Code, relating to a financial institutions tax credit for contributions made for
3 tuition scholarships to rural leadership North Dakota; and to provide an effective date.

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

5 **SECTION 1.** A new subsection to section 57-35.3-05 of the North Dakota Century Code
6 is created and enacted as follows:

7 There is allowed a credit against the tax imposed by sections 57-35.3-01 through
8 57-35.3-12 in an amount equal to fifty percent of the aggregate amount of
9 contributions made by the taxpayer during the taxable year for tuition scholarships
10 for participation in rural leadership North Dakota conducted through the North
11 Dakota state university extension service. Contributions by a taxpayer may be
12 earmarked for use by a designated recipient. The amount allowable as a credit
13 under this subsection for any taxable year may not exceed five and seven-tenths
14 percent of the tax before credits allowed under this section, or two thousand five
15 hundred dollars, whichever is less.

16 **SECTION 2. EFFECTIVE DATE.** This Act is effective for taxable years beginning after
17 December 31, 2004.