A BILL for an Act to create and enact two new subsections to section 57-39.2-04 of the North Dakota Century Code, relating to a sales tax exemption for child and adult diapers and child restraint systems; to amend and reenact subdivision d of subsection 26 of section 57-39.2-04 of the North Dakota Century Code, relating to a sales tax exemption for bladder dysfunction supplies; and to provide an effective date.

BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

SECTION 1. AMENDMENT. Subdivision d of subsection 26 of section 57-39.2-04 of the North Dakota Century Code is amended and reenacted as follows:

d. "Supplies for ostomy care or bladder dysfunction" includes:

(1) Supplies designed or intended for ostomy care and management, including collection devices, colostomy irrigation equipment and supplies, skin barriers or skin protectors, and other supplies especially designed for use of ostomates.

(2) Supplies to be used exclusively by a person with bladder dysfunction, including catheters, collection devices, incontinent pads and pants, adult diapers, and other items used for the care and management of bladder dysfunction. For the purposes of this paragraph:

(a) "Adult diapers" means diapers other than children's diapers.

(b) "Children's diapers" means diapers marketed to be worn by children.

(e) "Diaper" means an absorbent garment worn by humans who are incapable of, or have difficulty, controlling their bladder or bowel movements.

SECTION 2. Two new subsections to section 57-39.2-04 of the North Dakota Century Code are created and enacted as follows:
Gross receipts from sales of child or adult diapers, whether cloth or disposable. For purposes of this subsection, "diaper" means an absorbent garment worn by a human incapable of, or having difficulty, controlling bladder or bowel movements.

Gross receipts from sales of child restraint systems, as defined in section 39-01-01.

SECTION 3. EFFECTIVE DATE. This Act is effective for taxable events occurring after June 30, 2023.