

**HOUSE BILL NO. 1170**  
**with Conference Committee Amendments**  
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Introduced by

Representatives Headland, Hagert, Mitskog, Nathe, Nelson, Porter, Stemen, Vigesaa  
Senators Kannianen, Patten, Sorvaag, Wanzek

1 A BILL for an Act to create and enact a new section to chapter 57-06 of the North Dakota  
2 Century Code, relating to a property tax exemption for certain natural gas pipeline property; and  
3 to provide an effective date.

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

5 **SECTION 1.** A new section to chapter 57-06 of the North Dakota Century Code is created  
6 and enacted as follows:

7 **Natural gas pipeline infrastructure to underserved communities - Exemption.**

8 All property, excluding the land on which it is situated, which is part of a natural gas  
9 transmission or distribution pipeline system constructed in this state is exempt from taxation for  
10 a period of fifteen years following the taxable year in which the pipeline becomes operational.

11 The exemption under this section applies if:

- 12 1. Construction of the pipeline commences after January 1, 2023.
- 13 2. The pipeline provides service to a city or township located within the state in which the  
14 majority of households or businesses did not have access to natural gas service as of  
15 January 1, 2023.
- 16 3. The pipeline is located within this state.

17 **SECTION 2. EFFECTIVE DATE.** This Act is effective for taxable years beginning after  
18 December 31, 2022.