

HOUSE BILL NO. 1371

Introduced by

Representatives Delmore, Beadle, Haak, Hatlestad, Hawken, Steiner

Senators Oehlke, Poolman

1 A BILL for an Act to create and enact a new section to chapter 57-38 and a new subdivision to
2 subsection 7 of section 57-38-30.3 of the North Dakota Century Code, relating to an income tax
3 credit for renters of residential property; 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 57-38 of the North Dakota Century Code is created
6 and enacted as follows:

7 **Renter's credit.**

8 A taxpayer is entitled to a credit against tax liability as determined under section 57-30-30.3
9 equal to five percent of the first seven thousand eight hundred dollars of rent paid during the
10 taxable year for the right of occupancy of a residential dwelling in this state occupied as the
11 taxpayer's primary residence. The claimant of a credit under this section must provide
12 information required by the tax commissioner to verify eligibility for the credit under this section,
13 which the tax commissioner may require to include a statement from the lessor of the amount of
14 rent paid by the lessee for the dwelling during the taxable year. Rental of a dwelling in a nursing
15 home, intermediate care facility, long-term care residential facility, subsidized housing, or
16 dormitory at a higher education institution; a dwelling that is not subject to property taxes; or a
17 dwelling owned by a lessor related by blood or marriage to the lessee or for which the landlord
18 and tenant have not dealt with each other at arm's length is not eligible for the credit under this
19 section. If a dwelling has more than one occupant renter, only one occupant may claim the
20 credit under this section and how the credit will be apportioned among the occupants is the
21 responsibility of the occupants. A credit under this section may not exceed the taxpayer's liability
22 under this chapter for the taxable year.

23 **SECTION 2.** A new subdivision to subsection 7 of section 57-38-30.3 of the North Dakota
24 Century Code is created and enacted as follows:

1 Renter's credit under section 1 of this Act.

2 **SECTION 3. EFFECTIVE DATE.** This Act is effective for taxable years beginning after

3 December 31, 2014.