

57-38-30.1. Corporate tax credit for new industry.

For the purpose of providing a tax incentive to new industry in this state, any domestic corporation that has been incorporated for the first time in this state after January 1, 1969, and which is not the result of a business reorganization or acquisition, or any foreign corporation that has received a certificate of authority to transact business in this state for the first time after January 1, 1969, is entitled to receive the corporate tax credit allowed by this section by complying with the provisions herein; provided, that corporations receiving any property tax or income tax exemption allowed by chapter 40-57.1, or reorganized corporations that were in existence prior to January 1, 1969, are not allowed the credit. The credit consists of a deduction from the net tax as computed under section 57-38-30 of one percent of the annual gross amount expended by the corporation for salaries and wages within the state of North Dakota for each of the first three taxable years, and a deduction from the net tax as computed under section 57-38-30 of one-half of one percent of the annual gross amount expended by the corporation for salaries and wages within the state of North Dakota for each of the fourth and fifth taxable years. After the fifth taxable year, no further deduction is allowed, and the corporation must be taxed in accordance with the schedule provided in section 57-38-30 without credit. For the purpose of this section, new industry is defined as a corporate enterprise engaged in assembling, fabricating, manufacturing, mixing, or processing of any agricultural, mineral, or manufactured products or any combination thereof.