

Schedule
ND-1SA

North Dakota Office of State Tax Commissioner
Statutory Adjustments



2017
Attach to Form ND-1

Your name (First, MI, Last name)	Your social security number
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Important! All taxpayers must read and, if applicable, complete this section. See instructions for details.
Property tax clearance. If you (1) are claiming a deduction on line 1 or 2 of this schedule and (2) own real property in North Dakota, you must obtain and attach to your return a property tax clearance record from each North Dakota county in which you hold a 50 percent or more ownership interest in real property. Does this requirement apply to you?
 No Yes If yes, enter county name(s): _____
Attach to Form ND-1 the completed Property Tax Clearance Record obtained from each county identified above

- 1. Renaissance zone income exemption (*Attach Schedule RZ*) (S7) 1 _____
- 2. New or expanding business income exemption under N.D.C.C. ch. 40-57.1 (NH) 2 _____
- 3. Human organ donor expense deduction (NL) 3 _____
- 4. Employee workforce recruitment exclusion (CA) 4 _____
- 5. a. Stillborn child deduction (CB) 5a _____
 b. 11-digit certificate number from Certification of Fetal Death (CC) 5b _____
 c. Date of death from Certification of Fetal Death (CD) 5c _____
- 6. Total subtractions. Add lines 1 through 5a. Enter result on Form ND-1, line 16 6 _____

Instructions

If you have any of the adjustments shown on this schedule, you must complete and attach it to Form ND-1.

Disclosure notification

Upon written request from the chairman of a North Dakota legislative standing committee or Legislative Management, the law requires the Office of State Tax Commissioner to disclose the amount of any deduction or credit claimed on a tax return. Any other confidential information, such as a taxpayer's name or social security number, may not be disclosed.

Property tax clearance

North Dakota Century Code § 57-01-15.1 provides that, before certain state tax incentives may be claimed, a taxpayer must obtain a property tax clearance record from each North Dakota county in which the taxpayer holds a 50 percent or more ownership interest in real property. The property tax clearance record(s) must be attached to the North Dakota tax return on which the incentive is claimed. The deductions on lines 1 and 2 of this schedule are subject to this requirement.

If you are claiming the deduction on line 1 or line 2 of this schedule, you must complete the property tax clearance section at the top of the schedule. If you are required to attach a property tax clearance record, obtain one by completing the form *Property Tax Clearance Record*, which is available on the Office of State Tax Commissioner's website.

Line 1 - Renaissance zone income exemption

If you qualified for the business or investment income exemption under the North Dakota renaissance zone program, enter the sum of the amounts from Schedule RZ, Part 7, lines 1c and 1h. **Attach Schedule RZ.**

Line 2 - New or expanding business income exemption

If you operate a business as a sole proprietorship and were granted a new or expanding business income exemption under N.D.C.C. ch. 40-57.1, enter the portion of your net business income that is eligible for the exemption. For more information on how to calculate the amount of the exempt income, see North Dakota Administrative Code § 81-03-01.1-06.

Include on this line a new or expanding business income exemption from a North Dakota Schedule K-1.

Line 3 - Organ donor deduction

If you or your dependent, while living, donates part or all of a liver, pancreas, kidney, intestine, lung, or bone marrow for transplantation into another human being, you may deduct up to \$10,000 of qualified expenses related to the donation that you incurred during the tax year.

Qualified expenses means:

- Lost wages not compensated for by sick pay.
- Unreimbursed medical expenses (as defined for federal income tax purposes) that you did not deduct in calculating your federal taxable income.

The expenses are deductible in the tax year in which they are incurred. They are incurred when the medical care is actually provided, and not when the expenses are billed or paid.

Enter on this line qualified expenses incurred during the tax year.

Line 4 - Employee workforce recruitment exclusion

If you receive a statement from your employer verifying that your employer qualified for the North Dakota workforce recruitment income tax credit based on your employment, enter on this line the amount of the signing bonus, moving expense payment, or non-typical fringe benefit payment shown on the statement, but only to the extent it is included in your federal taxable income for the tax year.

Attach a copy of the statement received from your employer.

Line 5 - Stillborn child deduction

You are allowed a deduction if you meet all of the following conditions:

- You are the parent of a child who was stillborn in 2017.
- You received or obtained a certified copy of a Fetal Death Record (Certification of Fetal Death) from the North Dakota Department of Health, Division of Vital Records. This deduction is allowed only if a Fetal Death Record was filed with the North Dakota Division of Vital Records.

- You would have been eligible to claim the child as a dependent on your 2017 federal income tax return if the child had been born alive. For information on who is entitled to a federal dependency exemption, see IRS Publication 501.

If eligible, enter \$4,050 on line 5a and complete lines 5b and 5c.