



State of North Dakota
Office of State Tax Commissioner
State Capitol
600 East Boulevard Avenue
Bismarck, North Dakota 58505-0599

Rick Clayburgh
TAX COMMISSIONER

Beginning Businessman Statement

To be completed and attached to the income tax return of a businessman claiming a beginning businessman income tax deduction

This statement facilitates the administration of the beginning businessman income tax deductions allowed under North Dakota Century Code §§ 57-38-71 through 57-38-74, and 57-38-01.2(1)(n). For a complete explanation of the beginning businessman income tax deduction provisions, including the definitions of *businessman* and *beginning businessman*, see *Income Tax Guideline: Beginning Businessman Income Tax Deductions*.

This statement has three parts: **Part 1 (Beginning Businessman Certification)** must be completed in all cases by the individual who qualifies as a beginning businessman. **Part 2 (Businessman Rental Certification)** must be completed by the businessman **ONLY IF** a deduction for net income from a lease contract is claimed. **Part 3 (Net Worth Statement)** must be completed in all cases by the individual who qualifies as a beginning businessman.

This statement must be completed and attached to the businessman's North Dakota income tax return for each tax year in which a beginning businessman income tax deduction is claimed. The businessman may make copies of this statement, as needed, for this purpose. The businessman should also keep a copy.

Part 1 — Beginning Businessman Certification. This part must be completed by the individual who qualifies as a beginning businessman. This part must be completed in all cases regardless of the kind of deduction claimed by the businessman. (Also see **Part 3** on the reverse side.)

- 1. Name of beginning businessman _____
- 2. Address of beginning businessman _____

- 3. Social security number of beginning businessman _____
- 4. Date on which lease or purchase contract was entered into _____

I declare under the penalties of N.D.C.C. § 12.1-11-02, which provides for a Class A misdemeanor for making a false statement in a governmental matter, that I am a beginning businessman as defined in N.D.C.C. § 57-38-71(1).

Signature of beginning businessman	Signature of spouse, if applicable	Date

Part 2 — Businessman Rental Certification. This part must be completed by the businessman **ONLY IF** a deduction for net income from a lease contract is claimed by the businessman.

I declare under the penalties of N.D.C.C. § 12.1-11-02, which provides for a Class A misdemeanor for making a false statement in a governmental matter, that I am a businessman as defined in N.D.C.C. § 57-38-71(2), and that I did not cancel any lease contract on the revenue-producing enterprise with any other person for the purpose of qualifying for the deduction for net income from a lease contract under N.D.C.C. §§ 57-38-73 and 57-38-74.

Signature of businessman	Signature of spouse, if applicable	Date

Part 3 — Net Worth Statement. This part must be completed by the individual who qualifies as a beginning businessman. This part must be completed in all cases regardless of the kind of deduction claimed by the businessman.

Assets

Current Assets:

Cash (including savings and checking account balances) _____
Marketable Securities (at fair market value) _____
Accounts Receivable _____
Notes Receivable _____
Inventories (at fair market value) _____
Supplies _____
Prepaid Expenses _____
Other (Identify) _____

Long-term Investments (at fair market value)

Property, Plant, and Equipment (at fair market value):

Equipment _____
Nonbusiness Real Property:
 Land and improvements _____
 Buildings and improvements (exclude value of principal residence) _____
Business Real Property:
 Land and improvements _____
 Buildings and improvements _____
Other (Identify) _____

Intangible Assets:

Goodwill _____
Other (Identify) _____

Total Assets

Liabilities

Current Liabilities:

Accounts Payable _____
Notes Payable _____
Accrued Liabilities (rent, interest, wages, taxes, etc.) _____

Long-term Liabilities:

Notes Payable (exclude amount owed on principal residence) _____
Other (Identify) _____

Total Liabilities

Net Worth (Total Assets minus Total Liabilities)

I declare under the penalties of N.D.C.C. § 12.1-11-02, which provides for a Class A misdemeanor for making a false statement in a governmental matter, that this net worth statement, including any accompanying schedules and statements, has been examined by me and to the best of my knowledge and belief is a true, correct, and complete statement.

Signature of beginning businessman

Signature of spouse, if applicable

Date