



Legislative Update January 4, 2019

GENERAL

The 66th General Assembly of the North Dakota Legislature convened Thursday, January 3, 2019 with the reinstatement of the tribal and judicial addresses after their cancellation in 2017 based on security concerns associated with the Dakota Access Pipeline protests. Seems hard to believe two years have already passed since that tumultuous and unsettling series of events.

Thursday afternoon, Governor Burgum delivered a relatively impassioned one-hour State of the State address to the joint session of the Legislature. If you've followed any of his presentations in the past, he's quick to choke up in almost every speech I've witnessed. Whatever you think of our governor, I think we can agree that he's passionate about the opportunities and challenges of our state and brings a ton of energy to the position.

In his speech, the governor praised the state's wealth of natural resources, energy development, quality of life and the efforts to combat behavioral health issues. He also went into some depth on his various budget proposals. Not surprising, information technology (IT) and cybersecurity are high on his priority list including a "Shared IT Services" plan. Having lived through an IT shared services implementation in my past with a large corporation, I hope the state's experience is better.

Legacy Fund earnings proposals abound in the halls of the Capitol already and the governor has \$300 million of project ideas of his own including \$50 million for the planned Theodore Roosevelt Presidential Library at Medora. Others will be introduced as the session unfolds.

Committee hearings were held today, but the Legislature did not gavel back in and won't until Tuesday afternoon. The committee hearing schedules for next week are quite packed.

As in the past, my weekly Legislative Updates will generally be comprised of the following:

- General discussion of the week's activities
- Bill hearings and results of the current week (not much to report this week)
- Bill hearings of interest for the following week (taken from the ICBND Tracking List); and
- The ICBND Tracking List. This is a moving target as bills will continue to be dropped over the next several weeks, but is provided as a reference.

BILL HEARINGS NEXT WEEK

Date and Time	Bill Number	Short Title	Committee
01/07/2019 11:00	<u>SB 2111</u>	Relating to electronic remittal of funds withheld under an income withholding order and new hire reporting; and to provide for an effective date.	Senate Finance and Taxation
01/07/2019 11:00	<u>SB 2093</u>	Relating to the examination of technology service providers, the capital requirement for trust companies, the examination of trust companies, the definition of a financial institution, surety bond	Senate Industry, Business and

		requirements for money brokers and collection agencies, notice requirement for deferred presentment service providers, fees for money transmitters, and reporting requirements for debt-settlement providers; and to repeal sections 13-04.1-05.1, 13-05-05.2, 13-08-05.2, and 13-09-10.1 of the North Dakota Century Code, relating to automatic renewal of license in 2009 for money brokers, automatic renewal of license in 2014 for collection agencies, deferred presentment service providers, and money transmitters.	Labor (IBL)
01/07/2019 01:00	<u>SB 2116</u>	Relating to the infrastructure revolving loan fund.	Senate Education
01/07/2019 01:00	<u>SB 2006</u>	A BILL for an Act to provide an appropriation for defraying the expenses of the office of the tax commissioner and for payment of state reimbursement under the homestead tax credit and disabled veterans' credit; and to provide for a transfer.	Senate Appropriations
01/07/2019 01:00	<u>SB 2076</u>	Relating to corporate governance; and to provide a penalty.	Senate IBL
01/07/2019 01:15	<u>SB 2077</u>	Relating to the penalties and restitution for insurance fraud; to provide a penalty; and to provide an effective date.	Senate IBL
01/07/2019 01:45	<u>SB 2118</u>	Relating to short-term limited-duration health insurance plans; and to amend and reenact subsections 2 and 3 of section 26.1-36.4-02 of the North Dakota Century Code, relating to short-term limited-duration health insurance plans.	Senate IBL
01/07/2019 02:00	<u>HB 1092</u>	Relating to the North Dakota higher education savings plan, the federal student loan program, and the state guarantee loan program; to repeal section 15-62.1-10 of the North Dakota Century Code, relating to eligibility for participation in the federal student loan program; and to declare an emergency.	House Education
01/08/2019 09:00	<u>HB 1048</u>	Relating to the use of distributed ledger technologies.	House IBL
01/08/2019 09:00	<u>HB 1049</u>	Relating to signatures secured through distributed ledger technology.	House IBL
01/08/2019 09:00	<u>HB 1043</u>	Relating to the exemption of an open blockchain token from specified securities transactions and dealings; and to amend and reenact section 10-04-02, subsection 19 of section 13-09-02, and section 13-09-03 of the North Dakota Century Code, relating to the definitions of an open blockchain token and virtual currency and excluding an open blockchain token and virtual currency from specified money transmission requirements.	House IBL
01/08/2019 09:00	<u>HB 1045</u>	Relating to electronic transaction definitions, blockchain technology and smart contracts, number of shareholders, and series limited liability companies; and to amend and reenact sections 9-16-02, 10-06.1-17, 10-19.1-01, and 10-19.1-01.2, subsection 6 of section 10-19.1-66, subsection 1 of section 10-19.1-73.3, sections 10-19.1-76.3 and 10-19.1-81, subsections 1, 2, and 11 of section 10-19.1-84, subsection 1 of section 10-19.1-110, subsection 2 of section 10-19.1-146, and subsection 2 of section 10-35-28 of the North Dakota Century Code, relating to electronic transactions, filing of an annual report by corporations engaged in farming or ranching, Business Corporation Act definitions, knowledge and notice, share certificates, corporate voting list and voting trusts, acceptance of shareholder act by the corporation, corporate records, corporate dissolution procedure, and the filing of an annual report by a publicly traded	House IBL

		corporation.	
01/08/2019 09:00	<u>HB 1040</u>	Relating to the provision of an income tax credit for purchases of manufacturing machinery and equipment to automate manufacturing processes; and to provide an effective date.	House Finance and Taxation
01/08/2019 09:00	<u>SB 2098</u>	Relating to the Bank of North Dakota residential mortgage loan program; and to declare an emergency.	Senate IBL
01/08/2019 09:00	<u>HB 1008</u>	A BILL for an Act to provide an appropriation for defraying the expenses of the department of financial institutions.	House Approps - Govt Ops
01/08/2019 09:30	<u>SB 2099</u>	Relating to the medical facility infrastructure loan fund; and to declare an emergency.	Senate IBL
01/08/2019 02:00	<u>HCR 3004</u>	A concurrent resolution requesting the Legislative Management to study the potential benefit value of blockchain technology implementation and utilization in state government administration and affairs.	House IBL
01/08/2019 02:00	<u>HCR 3002</u>	A concurrent resolution requesting the Legislative Management to study the potential benefits of distributed ledger technology and blockchain for state government.	House IBL
01/08/2019 03:15	<u>SB 2004</u>	A BILL for an Act to provide an appropriation for defraying the expenses of the state auditor.	Senate Appropriations
01/09/2019 08:30	<u>SB 2002</u>	A BILL for an Act to provide an appropriation for defraying the expenses of the office of the secretary of state and public printing.	Senate Appropriations
01/09/2019 08:30	<u>HB 1018</u>	A BILL for an Act to provide an appropriation for defraying the expenses of the department of commerce; to provide exemptions; and to provide for a transfer.	House Approps - Ed & Env
01/09/2019 09:00	<u>HB 1116</u>	Relating to the North Dakota life and health insurance guaranty association; to repeal section 26.1-38.1-17 of the North Dakota Century Code, relating to application of laws to an insolvent insurer; and to provide for application.	House IBL
01/09/2019 09:00	<u>SB 2104</u>	Relating to the state's share of oil and gas taxes; and to provide an effective date.	Senate Finance and Taxation
01/09/2019 09:00	<u>HB 1097</u>	Relating to Sunday closing laws and retail agreements; and to repeal sections 12.1-30-01, 12.1-30-02, and 12.1-30-03 of the North Dakota Century Code, relating to Sunday closing laws.	House IBL
01/09/2019 09:00	<u>HB 1075</u>	Relating to surplus lines insurance; and to declare an emergency.	House IBL
01/09/2019 10:00	<u>HB 1110</u>	Relating to the adoption of the Revised Uniform Law on Notarial Acts; and to amend and reenact sections 44-06.1-01, 44-06.1-03, and 44-06.1-18 of the North Dakota Century Code, relating to the adoption of the Revised Uniform Law on Notarial Acts.	House Judiciary
01/09/2019 10:00	<u>SB 2075</u>	Relating to appraisal management companies.	Senate IBL
01/09/2019 10:00	<u>SB 2039</u>	Relating to the development and implementation of a skilled workforce scholarship program; to provide a continuing appropriation; and to provide for a transfer.	Senate Education
01/09/2019 10:30	<u>SB 2034</u>	Relating to the possession of firearms; to amend and reenact subsections 3 and 7 of section 62.1-01-01, subdivision c of	Senate Judiciary

		subsection 1 of section 62.1-02-01, subsection 1 of section 62.1-02-01.1, subsection 1 of section 62.1-02-05, subdivision l of subsection 2 of section 62.1-02-05, section 62.1-02-07, subdivision a of subsection 6 of section 62.1-02-13, and sections 62.1-03-01 and 62.1-04-02 of the North Dakota Century Code, relating to the possession of firearms; and to provide a penalty.	
01/09/2019 03:00	<u>HB 1060</u>	Relating to surcharges paid by employers for employees who receive unemployment insurance benefits at a rate exceeding contributions paid into the system by the employer; and to provide an effective date.	House IBL
01/10/2019 08:30	<u>HB 1014</u>	A BILL for an Act to provide for an appropriation for defraying the expenses of the industrial commission and the agencies under the management of the industrial commission; and to provide for a transfer.	House Approps – Govt Ops
01/10/2019 08:30	<u>HB 1020</u>	A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota state university extension service, northern crops institute, upper great plains transportation institute, main research center, branch research centers, and agronomy seed farm.	House Approps – Ed & Env
01/10/2019 09:00	<u>SB 2117</u>	Relating to statements of full consideration being filed with the county recorder and transfer on death deed requirements.	Senate Political Subdivisions
01/10/2019 11:30	<u>HB 1020</u>	A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota state university extension service, northern crops institute, upper great plains transportation institute, main research center, branch research centers, and agronomy seed farm.	House Approps – Ed & Env
01/10/2019 01:30	<u>HB 1020</u>	A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota state university extension service, northern crops institute, upper great plains transportation institute, main research center, branch research centers, and agronomy seed farm.	House Approps – Ed & Env
01/10/2019 02:00	<u>SCR 4001</u>	Relating to the process for approving constitutional amendments.	Senate Govt & Vet Affairs
01/11/2019 08:30	<u>HB 1020</u>	A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota state university extension service, northern crops institute, upper great plains transportation institute, main research center, branch research centers, and agronomy seed farm.	House Approps – Ed & Env
01/11/2019 10:00	<u>HB 1020</u>	A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota state university extension service, northern crops institute, upper great plains transportation institute, main research center, branch research centers, and agronomy seed farm.	House Approps – Ed & Env

Legislator contact information can be found at <http://www.legis.nd.gov/contact-my-legislators> and you can check on any legislative activities through the Legislative Council's web page at www.legis.nd.gov.

Thank you for your participation in the legislative process. Please call, email or text me with any questions or concerns. If you'd like to be taken off this distribution list or if there are others in your

organization that should be on the distribution list for the legislative updates, please let me know or contact the office at info@icbnd.com or 701.258.7121.

Sincerely,



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BILL TRACKING LIST

Bill	Title
<u>HB 1008</u>	A BILL for an Act to provide an appropriation for defraying the expenses of the department of financial institutions.
<u>HB 1014</u>	A BILL for an Act to provide for an appropriation for defraying the expenses of the industrial commission and the agencies under the management of the industrial commission; and to provide for a transfer.
<u>HB 1018</u>	A BILL for an Act to provide an appropriation for defraying the expenses of the department of commerce; to provide exemptions; and to provide for a transfer.
<u>HB 1020</u>	A BILL for an Act to provide an appropriation for defraying the expenses of the North Dakota state university extension service, northern crops institute, upper great plains transportation institute, main research center, branch research centers, and agronomy seed farm.
<u>HB 1028</u>	Relating to public employees retirement system self-insurance plans for health benefits coverage; to amend and reenact sections 26.1-07.1-01, 54-52.1-01, 54-52.1-04, 54-52.1-04.2, 54-52.1-04.3, 54-52.1-05, and 54-52.1-11 of the North Dakota Century Code, relating to public employee uniform group health benefits coverage; to repeal sections 54-52.1-04.4, 54-52.1-04.5, 54-52.1-04.6, 54-52.1-04.10, 54-52.1-04.11, 54-52.1-04.12, 54-52.1-04.13, and 54-52.1-04.14 of the North Dakota Century Code, relating to public employees retirement system self-insurance plans for health benefits coverage mandated health benefits; and to declare an emergency.
<u>HB 1035</u>	Relating to initiated measures and election ballots.
<u>HB 1037</u>	Relating to campaign finance disclosure statements for measure committees.
<u>HB 1040</u>	Relating to the provision of an income tax credit for purchases of manufacturing machinery and equipment to automate manufacturing processes; and to provide an effective date.
<u>HB 1043</u>	Relating to the exemption of an open blockchain token from specified securities transactions and dealings; and to amend and reenact section 10-04-02, subsection 19 of section 13-09-02, and section 13-09-03 of the North Dakota Century Code, relating to the definitions of an open blockchain token and virtual currency and excluding an open blockchain token and virtual currency from specified money transmission requirements.
<u>HB 1045</u>	Relating to electronic transaction definitions, blockchain technology and smart contracts, number of shareholders, and series limited liability companies; and to amend and reenact sections 9-16-02, 10-06.1-17, 10-19.1-01, and 10-19.1-01.2, subsection 6 of section 10-19.1-66, subsection 1 of section 10-19.1-73.3, sections 10-19.1-76.3 and 10-19.1-81, subsections 1, 2, and 11 of section 10-19.1-84, subsection 1 of section 10-19.1-110, subsection 2 of section 10-19.1-146, and subsection 2 of section 10-35-28 of the North Dakota Century Code, relating to electronic transactions, filing of an annual report by corporations engaged in farming or ranching, Business Corporation Act definitions, knowledge and notice, share certificates, corporate voting list and voting trusts, acceptance of shareholder act by the corporation, corporate records, corporate dissolution procedure, and the filing of an annual report by a publicly traded corporation.
<u>HB 1048</u>	Relating to the use of distributed ledger technologies.
<u>HB 1049</u>	Relating to signatures secured through distributed ledger technology.
<u>HB 1055</u>	Relating to motor vehicle body damage disclosure.

<u>HB 1060</u>	Relating to surcharges paid by employers for employees who receive unemployment insurance benefits at a rate exceeding contributions paid into the system by the employer; and to provide an effective date.
<u>HB 1065</u>	Relating to the immediate notice of a vehicle accident.
<u>HB 1067</u>	Relating to municipal bid requirements and certificates of indebtedness.
<u>HB 1075</u>	Relating to surplus lines insurance; and to declare an emergency.
<u>HB 1085</u>	Relating to the drought disaster livestock water assistance program.
<u>HB 1092</u>	Relating to the North Dakota higher education savings plan, the federal student loan program, and the state guarantee loan program; to repeal section 15-62.1-10 of the North Dakota Century Code, relating to eligibility for participation in the federal student loan program; and to declare an emergency.
<u>HB 1097</u>	Relating to Sunday closing laws and retail agreements; and to repeal sections 12.1-30-01, 12.1-30-02, and 12.1-30-03 of the North Dakota Century Code, relating to Sunday closing laws.
<u>HB 1106</u>	Relating to the establishment of an invisible reinsurance pool for the individual health insurance market; and to declare an emergency.
<u>HB 1110</u>	Relating to the adoption of the Revised Uniform Law on Notarial Acts; and to amend and reenact sections 44-06.1-01, 44-06.1-03, and 44-06.1-18 of the North Dakota Century Code, relating to the adoption of the Revised Uniform Law on Notarial Acts.
<u>HB 1116</u>	Relating to the North Dakota life and health insurance guaranty association; to repeal section 26.1-38.1-17 of the North Dakota Century Code, relating to application of laws to an insolvent insurer; and to provide for application.
<u>SB 2002</u>	A BILL for an Act to provide an appropriation for defraying the expenses of the office of the secretary of state and public printing.
<u>SB 2004</u>	A BILL for an Act to provide an appropriation for defraying the expenses of the state auditor.
<u>SB 2006</u>	A BILL for an Act to provide an appropriation for defraying the expenses of the office of the tax commissioner and for payment of state reimbursement under the homestead tax credit and disabled veterans' credit; and to provide for a transfer.
<u>SB 2034</u>	Relating to the possession of firearms; to amend and reenact subsections 3 and 7 of section 62.1-01-01, subdivision c of subsection 1 of section 62.1-02-01, subsection 1 of section 62.1-02-01.1, subsection 1 of section 62.1-02-05, subdivision l of subsection 2 of section 62.1-02-05, section 62.1-02-07, subdivision a of subsection 6 of section 62.1-02-13, and sections 62.1-03-01 and 62.1-04-02 of the North Dakota Century Code, relating to the possession of firearms; and to provide a penalty.
<u>SB 2039</u>	Relating to the development and implementation of a skilled workforce scholarship program; to provide a continuing appropriation; and to provide for a transfer.
<u>SB 2075</u>	Relating to appraisal management companies.
<u>SB 2076</u>	Relating to corporate governance; and to provide a penalty.
<u>SB 2077</u>	Relating to the penalties and restitution for insurance fraud; to provide a penalty; and to provide an effective date.
<u>SB 2081</u>	Relating to a continuing appropriation for investments controlled by the board of university and school lands.
<u>SB 2093</u>	Relating to the examination of technology service providers, the capital requirement for trust companies, the examination of trust companies, the definition of a financial institution, surety bond requirements for money brokers and collection agencies, notice requirement for deferred presentment service providers, fees for money transmitters, and reporting requirements for debt-settlement providers; and to repeal sections 13-04.1-05.1, 13-05-05.2, 13-08-05.2, and 13-09-10.1 of the North Dakota Century Code, relating to automatic renewal of license in 2009 for money brokers, automatic renewal of license in 2014 for collection agencies, deferred presentment service providers, and money transmitters.

<u>SB 2098</u>	Relating to the Bank of North Dakota residential mortgage loan program; and to declare an emergency.
<u>SB 2099</u>	Relating to the medical facility infrastructure loan fund; and to declare an emergency.
<u>SB 2104</u>	Relating to the state's share of oil and gas taxes; and to provide an effective date.
<u>SB 2110</u>	Relating to cybersecurity.
<u>SB 2111</u>	Relating to electronic remittal of funds withheld under an income withholding order and new hire reporting; and to provide for an effective date.
<u>SB 2115</u>	Relating to child support; and to repeal section 14-09-09.37 of the North Dakota Century Code, relating to child support.
<u>SB 2116</u>	Relating to the infrastructure revolving loan fund.
<u>SB 2117</u>	Relating to statements of full consideration being filed with the county recorder and transfer on death deed requirements.
<u>SB 2118</u>	Relating to short-term limited-duration health insurance plans; and to amend and reenact subsections 2 and 3 of section 26.1-36.4-02 of the North Dakota Century Code, relating to short-term limited-duration health insurance plans.
<u>SB 2130</u>	Relating to state agency fees.
<u>HCR 3002</u>	A concurrent resolution requesting the Legislative Management to study the potential benefits of distributed ledger technology and blockchain for state government.
<u>HCR 3004</u>	A concurrent resolution requesting the Legislative Management to study the potential benefit value of blockchain technology implementation and utilization in state government administration and affairs.
<u>SCR 4001</u>	Relating to the process for approving constitutional amendments.