Fifty-fifth Legislative Assembly of North Dakota

## SENATE BILL NO. 2259

Introduced by

Senators Traynor, Krebsbach

- 1 A BILL for an Act to amend and reenact section 28-26-04 of the North Dakota Century Code,
- 2 relating to attorney's fees in actions to collect debts or enforce obligations.

## 3 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

SECTION 1. AMENDMENT. Section 28-26-04 of the North Dakota Century Code is
amended and reenacted as follows:

- 6 **28-26-04.** Attorney's fee in instrument <del>void</del>. Any provision contained in any note,
- 7 bond, mortgage, security agreement, or other evidence of debt <u>A contractual provision that</u>
- 8 provides for the payment of an attorney's fee in case of default in payment or in proceedings
- 9 had to collect such <u>a</u> note, bond, or evidence of debt, or to foreclose such <u>a</u> mortgage or
- 10 security agreement, is against public policy and void may allow only the payment of reasonable
- 11 attorney's fees.