

**SENATE BILL NO. 2073**

Introduced by

Industry, Business and Labor Committee

(At the request of Workforce Safety and Insurance)

1 A BILL for an Act to amend and reenact section 65-02-03.1 of the North Dakota Century Code,  
2 relating to appointment of members to the workforce safety and insurance board of directors.

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

4 **SECTION 1. AMENDMENT.** Section 65-02-03.1 of the North Dakota Century Code is  
5 amended and reenacted as follows:

6 **65-02-03.1. Workforce safety and insurance board of directors - Appointment.**

7 1. The board consists of eleven members. The appointment and replacement of the  
8 members must ensure that:

- 9 a. Six board members represent employers in this state which maintain active  
10 accounts with the organization, ~~at least one of which must be a participant in~~  
11 ~~the risk management program.~~ At the time of initial appointment, at least two  
12 ~~of which~~ must be employers with annual premiums greater than twenty-five  
13 thousand dollars, at least one of which must be an employer with an annual  
14 premium of ten thousand dollars but less than twenty-five thousand dollars, at  
15 least one of which must be an employer with an annual premium of less than  
16 ten thousand dollars, and at least one two employer at large representative  
17 representatives. Except for the employer at large ~~representative~~  
18 representatives, each employer representative must be a principal owner,  
19 chief executive officer, or chief financial officer of the employer.
- 20 b. Three members represent employees; ~~at least one member must have~~  
21 ~~received workforce safety and insurance benefits; and at least one.~~ One  
22 member must represent organized labor. Of the three employee members,  
23 one must have received workforce safety and insurance benefits.
- 24 c. One member is a member of the North Dakota medical association.

d. One member is a member at large who must be a resident of this state and at least twenty-one years of age.

2. Board members shall serve four-year terms, except the initial term of office of the member at large to be appointed on August 1, 2003, expires on December 31, 2006, and the term of office of the medical association member whose term of office became effective January 1, 2003, expires on December 31, 2006. The governor shall make the necessary appointments to ensure the term of office of members begins on January first of each odd-numbered year. Board members may not serve more than three consecutive full terms. A departing member representing an employer must be replaced by a member representing an employer, most of whose employees are in a different rate classification than those of the employer represented by the departing member. The governor shall appoint the replacement member for a departing employer representative or medical association representative from a list of three candidates submitted by the board. The board shall interview an employer representative or a medical representative before placing that candidate's name on the list of replacement member candidates submitted to the governor. The governor shall select the replacement member for the departing organized labor employee representative from a list of three names of potential candidates submitted by an organization that is statewide in scope and which through its affiliates embraces a cross section and a majority of organized labor in this state. The governor shall select the replacement member for a departing nonorganized labor employee representative. The governor shall appoint the replacement member for the member at large from a list of three candidates submitted by the board. Vacancies in the membership of the board must be filled for the unexpired term by appointment by the governor as provided in this subsection.