Sixty-second Legislative Assembly of North Dakota

HOUSE BILL NO. 1119

Introduced by

Industry, Business and Labor Committee

(At the request of the Office of Management and Budget)

- 1 A BILL for an Act to create and enact a new section to chapter 32-12.2 of the North Dakota
- 2 Century Code, relating to providing voluntary liability coverage to student drivers driving
- 3 vehicles owned or leased by the state of North Dakota as part of a course of curriculum; and to
- 4 <u>declare an emergency</u>.

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BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

- 6 **SECTION 1.** A new section to chapter 32-12.2 of the North Dakota Century Code is created 7 and enacted as follows:
- 8 Student required driving in educational programs.
- 9 Upon request by any state institution of higher education, the office of management and
- budget, through the risk management fund, shall provide a defense and administer claims
- 11 against students arising from the operation of a vehicle owned or leased by the state the
- 12 operation of which is a required part of an established course of study. Liability shall be limited
- to the required amounts of financial responsibility contained in section 39-16.1-02. Nothing in
- 14 this chapter makes the state responsible for the actions of the student or requires
- 15 <u>indemnification for any loss beyond the limits provided in this section, nor provides any benefits</u>
- 16 to the student except those minimum levels undertaken in a program of self-insurance filed
- 17 under section 26.1-41-05. In order to obtain protections under this section, a student must
- 18 provide complete disclosure and cooperation in the defense of any claim. A defense shall be
- 19 provided by or under the control of the attorney general or the attorney general's designee. A
- 20 student may choose to hire the student's own attorney to defend any claim, but in the event the
- 21 student chooses to hire separate defense counsel, the protections afforded under this section
- 22 do not apply.

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SECTION 2. EMERGENCY. This Act is declared to be an emergency measure.