Sixty-second Legislative Assembly of North Dakota

## **HOUSE BILL NO. 1187**

Introduced by

Representatives Kreidt, Heller, J. Nelson, Boe

Senator Christmann

1	A BILL for an Act to amend and	reenact section	53-06.2-02 of the	North Dakota	Century	/ Code
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- 2 relating to the membership of the racing commission; to provide for transition; and to declare an
- 3 emergency.

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

- 5 **SECTION 1. AMENDMENT.** Section 53-06.2-02 of the North Dakota Century Code is amended and reenacted as follows:
- 53-06.2-02. Racing commission Members Appointment Term Qualifications Compensation.
  - 1. A North Dakota racing commission is established consisting which consists of thea chairman four other members and, who is appointed by the governor. One from a list of three candidates nominated by each of the active North Dakota horse race tracks, and of four other members, who are appointed as follows:
    - a. One of the members must be appointed from a list of four nominees, one of whom is nominated by the state chapter or affiliate of the American quarter horse racing association, one of whom is nominated;
    - One of the members must be appointed by the state chapter or affiliate of the
      United States trotting association, one of whom is nominated;
    - c. One of the members must be appointed by the state chapter or affiliate of the international Arabian horse association; and one of whom is nominated
    - <u>One of the members must be appointed</u> by the state chapter or affiliate of the
      <u>North Dakota</u> thoroughbred <u>owners and breeders</u> association.
  - 2. The <u>chairman and</u> members serve five-year terms and until a successor is appointed and qualified. A <u>chairman or</u> member appointed to fill a vacancy arising from other than the natural expiration of a term serves for the unexpired portion of the term and

- may be reappointed. The terms of the <u>chairman and the</u> commissioners must be staggered so that one term expires each July first. <u>Initially, the chairman shall serve a five-year term.</u> The initial terms of the other members, as determined by lot, are as follows: one member shall serve a one-year term; one member shall serve a two-year term; one member shall serve a three-year term; and one member shall serve a four-year term. At the expiration of the five-year initial term of each incumbent member of the commission, each association shall appoint a successor to a full five-year term to the commission from that member's association with the governor shall appoint a new member to the commissionappointing the chairman's successor to a five-year term.
- 2-3. A person is ineligible for appointment to the commission if that person has not been a resident of this state for at least two years before the date of appointment. A person is also ineligible if that person is not of such character and reputation as to promote public confidence in the administration of racing in this state. A person who has a financial interest in racing cannot be a member of the commission and cannot be employed by the commission. Failure to maintain compliance with this subsection is grounds for removal from the commission or from employment with the commission. For purposes of this section, a person has a financial interest in racing if that person has an ownership interest in horses running at live or simulcast meets conducted or shown in this state subject to this chapter or rules of the commission, is required to be licensed under this chapter or the rules of the commission, or who derives any direct financial benefit from racing, individually or by or through an entity or other person, as regulated by this chapter or the rules of the commission.
- 3.4. Commission members are entitled to seventy-five dollars per day for compensation, and mileage and expense reimbursement as allowed to other state employees.

**SECTION 2. TRANSITION.** All unexpired terms of members of the North Dakota racing commission are deemed expired as of June 30, 2011. An individual who is a member of the commission as of June 29, 2011, who is otherwise qualified, may be reappointed to the North Dakota racing commission.

**SECTION 3. EMERGENCY.** This Act is declared to be an emergency measure.