Sixty-third Legislative Assembly of North Dakota

HOUSE BILL NO. 1157

Introduced by

Representatives Vigesaa, Mooney, Silbernagel

Senators Erbele, Oehlke

- 1 A BILL for an Act to amend and reenact section 24-05-04 of the North Dakota Century Code,
- 2 relating to county road machinery.

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

4 SECTION 1. AMENDMENT. Section 24-05-04 of the North Dakota Century Code is

5 amended and reenacted as follows:

6 24-05-04. Contracts to be advertised - Requirements for rental contracts.

- 7 AnyA purchase of county road machinery and any rental contract or agreement for the 1. 8 use of road machinery and other articles, except necessary repairs for road 9 machinery, which exceeds the sum of fifty thousand dollars must be advertised as 10 provided by law for the purchase of county supplies. The board of county 11 commissioners may not enter into a rental contract or agreement for the use of road 12 machinery and other articles for a longer period than twelve months from the date of 13 the rental contract or agree to pay rental for the use of road machinery and other 14 articles which would result in the lessor receiving rental at a rate in excess of twenty 15 percent per year of the cash sale price of the road machinery or other articles, which. 16 The cash sale price of the road machinery and other articles must be clearly set forth 17 in any rental contract for road machinery and other articles, and failure to include this 18 data in any rental contract for the use of road machinery and other articles renders the 19 rental contract void, and any payments. A payment made under thea void rental 20 contract areis recoverable from the county commissioners making the contract, jointly 21 and severally.
- 22 <u>2.</u> Notwithstanding the provisions of this section relating to the duration of rental
 23 contracts, the board of county commissioners may enter into lease-purchase
 24 agreements under which the annual payments by the county do not exceed

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- 1 twentyforty thousand dollars for the road machinery and articles covered by this
- 2 section, if those agreements provide for the complete performance and full payment of
- 3 the purchase price of the machinery or articles within <u>fiveseven</u> years from the date of
- 4 the execution of the lease-purchase agreement according to section 44-08-01.1.