FIRST ENGROSSMENT

Sixty-third Legislative Assembly of North Dakota

ENGROSSED HOUSE BILL NO. 1286

Introduced by

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Representatives Kasper, Beadle, Brabandt, Dosch, Headland, Ruby, Streyle, Thoreson Senators Burckhard, Campbell, Klein, Wardner

- 1 A BILL for an Act to create and enact section 21-03-06.1 of the North Dakota Century Code,
- 2 relating to voter approval of <u>public</u>school <u>district</u> building projects funded through a building
- 3 authority or other indirect means.

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

5 SECTION 1. Section 21-03-06.1 of the North Dakota Century Code is created and enacted
6 as follows:

7	21-03-06.1. VoterSchool district voter approval of building authority or other indirect	
8	funding	methods - Building construction project approval.
9	<u>1.</u>	Notwithstanding any other provision of law, a municipality or governing body of a
10		municipalityschool board may not enter an agreement pursuant to internal revenue
11		service revenue ruling 63-20 under which payments of any kind would be required by
12		the municipalityschool district to any building authority or other entity that incurs
13		indebtedness or other obligation in connection with acquisition, improvements, or
14		construction of any property or structure at a total cost of four million dollars or more to
15		be used by the municipalityschool district unless the agreement has been approved by
16		a vote of at least sixty percenta majority of the qualified electors of the
17		municipalityschool district voting on the question at a regular or special school district
18		election if the agreement is for acquisition, improvements, or construction of any
19		property or structure for which an election would be required if the municipalityschool
20		district undertook the acquisition, improvements, or construction project through
21		issuance of bonds of the municipalityschool district. The governing body of a city or
22		county may not supersede this subsection under home rule authority. This subsection
23		does not apply to buildings to be used primarily for fire protection, police, or
24		emergency medical services.

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1	<u>2.</u>	The school board of a school district may not enter an agreement pursuant to internal
2		revenue service revenue ruling 63-20 under which payments of any kind would be
3		required by the school district to any building authority or other entity that incurs
4		indebtedness or other obligation regarding construction, purchase, repair,
5		improvement, modernization, or renovation of any building or facility to be used by the
6		school district without approval by the superintendent of public instruction in the
7		manner provided in section 15.1-36-01, if the approval by the superintendent of public
8		instruction would be required for the project under section 15.1-36-01 if the school
9		district undertook the project itself.