

Introduced by

Representatives Conrad, Delmore, Nicholas

Senators Fischer, Wardner

1 A BILL for an Act to create and enact a new section to chapter 26.1-23.1 and a new section to
2 chapter 32-03 of the North Dakota Century Code, relating to nonprofit organization participation
3 in a government self-insurance pool and the liability of a nonprofit organization.

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

5 **SECTION 1.** A new section to chapter 26.1-23.1 of the North Dakota Century Code is
6 created and enacted as follows:

7 **Coverage of nonprofit organizations.** A government self-insurance pool may provide
8 coverage to a nonprofit organization, other than a nonprofit organization whose primary mission
9 is to provide medical services, which is exempt from federal taxation under section 501(c)(3) of
10 the Internal Revenue Code [26 U.S.C. 501(c)(3)].

11 **SECTION 2.** A new section to chapter 32-03 of the North Dakota Century Code is
12 created and enacted as follows:

13 **Liability of nonprofit organization.** The liability of a nonprofit organization that is
14 exempt from federal taxation under section 502(c)(3) of the Internal Revenue Code [26 U.S.C.
15 501(c)(3)] is limited to a total of two hundred fifty thousand dollars per person and seven
16 hundred fifty thousand dollars for any number of claims arising from any single occurrence.
17 The nonprofit organization may not be held liable for punitive or exemplary damages.