

Sixtieth  
Legislative Assembly  
of North Dakota

## ENGROSSED HOUSE BILL NO. 1424

Introduced by

Representative Boe

Senator Christmann

1 A BILL for an Act to create and enact a new section to chapter 65-08 of the North Dakota  
2 Century Code, relating to a workforce safety and insurance pilot program for coverage of  
3 out-of-state employers; and to provide an expiration date.

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

5 **SECTION 1.** A new section to chapter 65-08 of the North Dakota Century Code is  
6 created and enacted as follows:

7 **Out-of-state employers - Pilot program - Report.**

- 8 1. The organization shall establish a pilot program as an alternative to subsection 5 of  
9 section 65-08-01. The program is available to any out-of-state employer for which  
10 employment in this state does not result in significant contacts with this state, and  
11 which seeks to temporarily employ one or more North Dakota residents.
- 12 2. Under this program, the employer may open an employer account with the  
13 organization which is limited in coverage to the North Dakota resident employees.  
14 The organization shall require that the employer prepay the estimated premium  
15 based on the estimated reportable payroll associated with the North Dakota  
16 resident employees. The organization may require the employer to provide any  
17 information regarding the North Dakota resident employees hired. The  
18 organization may limit the program to employers of specified size based on  
19 reportable payroll, may conduct audits as necessary, may charge an increased  
20 premium if the premium is directly related to the additional risk associated with the  
21 policy and if the premium is not an undue barrier to participation in the program,  
22 and shall adopt rules as necessary to implement the program.

1           3.   The organization shall include a report on the status of this pilot program in the  
2                    annual report to the legislative audit and fiscal review committee under section  
3                    65-02-03.3.

4           **SECTION 2. EXPIRATION DATE.** This Act is effective through July 31, 2009, and  
5 after that date is ineffective.