Sixty-first Legislative Assembly of North Dakota

HOUSE BILL NO. 1509

Introduced by

Representatives Nelson, DeKrey, Mueller

Senators Andrist, Klein, Triplett

- 1 A BILL for an Act to create and enact a new section to chapter 17-04 of the North Dakota
- 2 Century Code, relating to a code of conduct for wind energy leases.

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

4 **SECTION 1.** A new section to chapter 17-04 of the North Dakota Century Code is

5 created and enacted as follows:

- 6 Code of conduct for wind energy leases.
- The public service commission shall adopt rules establishing a code of conduct for
 wind lessees which specifies standards of conduct in wind energy lease
 negotiations and includes basic terms for wind energy leases.
- 102.A wind energy rights lessee shall file a pledge with the commission whether the11lessee agrees to follow the code of conduct. A wind energy rights lessee shall
- 12 provide a copy of the code of conduct to any person with whom the lessee
- 13 discusses or negotiates the lease of wind energy rights at least two business days
- 14 before entering any lease. The first visible page of the code of conduct must
- 15 contain a statement in bold twenty-point type that states either "The lessee does
- 16 not follow the code of conduct" or "The lessee follows the code of conduct", as the
- 17 <u>case may be. A wind energy rights lessee that provides a pledge to the</u>
- 18 <u>commission or represents to a lessor that the lessee follows the code of conduct</u>
- 19 and who does not follow the code of conduct has made a misrepresentation of a
- 20 <u>material fact in a subsequent lease.</u>