Sixty-eighth Legislative Assembly of North Dakota

HOUSE BILL NO. 1373

Introduced by

Representatives Brandenburg, Grueneich

Senator Erbele

- 1 A BILL for an Act to create and enact a new section to chapter 26.1-39 of the North Dakota
- 2 Century Code, relating to property and casualty policies.

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

- 4 **SECTION 1.** A new section to chapter 26.1-39 of the North Dakota Century Code is created
- 5 and enacted as follows:
- 6 <u>Property and casualty policies Required contract term.</u>
- Each property and casualty must include a term providing if an insured property is
- 8 <u>destroyed by an event covered by a policy issued under section 26.1-39-10, becomes</u>
- 9 <u>substandard under subsection 23 of section 40-05-01, and a city incurs costs for demolition,</u>
- 10 repair, or removal of the substandard structure or building, the insurer shall directly reimburse
- 11 the city from the proceeds due to be tendered to the insured for the cost of demolition, repair, or
- 12 <u>removal on the insured property.</u>