Sixty-ninth Legislative Assembly of North Dakota

HOUSE BILL NO. 1207

Introduced by

Representatives Hauck, Henderson, S. Olson

Senators Boehm, Schaible, Van Oosting

- 1 A BILL for an Act to create and enact four new sections to chapter 4.1-03 of the North Dakota
- 2 Century Code, relating to the creation of districts, district commission member nomination and
- 3 election procedures, the costs of elections of district representative commission members, and
- 4 the referral of cattle assessments; to amend and reenact sections 4.1-03-01, 4.1-03-02,
- 5 4.1-03-03, 4.1-03-04, and 4.1-03-12 of the North Dakota Century Code, relating to the definition
- 6 of a cattle industry representative, the election and terms of members to the North Dakota beef
- 7 commission, commission vacancies, and requiring livestock auction markets and livestock
- 8 dealers to forward names of cattle sellers; to provide a penalty; and to provide an effective date.

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

- 10 **SECTION 1. AMENDMENT.** Section 4.1-03-01 of the North Dakota Century Code is
- 11 amended and reenacted as follows:
- 12 **4.1-03-01. Definitions.**
- 13 As used in this chapter:
- 14 1. "Beef producer" means any person that has an ownership interest in cattle.
- 15 2. "Cattle" means live domesticated bovine animals.
- 16 3. "Cattle feeder" means a person in the business of feeding cattle for the purpose of
- adding weight to the cattle prior to slaughter.
- 4. "Cattle industry representative" means an individual who is or has been a beef
- producer, cattle feeder, dairy producer, or representative of a public livestock market in
- the state.
- 21 <u>5.</u> "Commission" means the North Dakota beef commission.
- 22 <u>5.6.</u> "Dairy producer" means any person in the business of producing and selling milk from
- cows.
- 24 6.7. "Director" means the director of the North Dakota state university extension service.

1	<u>8.</u>	<u>"Eli</u>	gible voter" means a beef producer who is at least eighteen years of age.		
2	<u>9.</u>	"Livestock auction market" means a public market or private buying station in which			
3		livestock is offered for sale or sold.			
4	7. <u>10.</u>	"Liv	"Livestock dealer" means a person that purchases cattle and is required to be license		
5		und	under chapter 36-04 4.1-83.		
6	8. <u>11.</u>	"Pa	articipating producer" means a <u>beef</u> producer that has not obtained a refund of any		
7		ass	essment paid on the sale of cattle under this chapter for the preceding three		
8		yea	irs <u>year</u> .		
9	<u>12.</u>	<u>"Pu</u>	Public livestock market" means a livestock auction market, public market, or private		
10		<u>buy</u>	buying station in which livestock is offered for sale, auctioned, or sold and is required		
11		to b	pe licensed under chapter 4.1-27 or 4.1-28.		
12	SEC	CTION 2. AMENDMENT. Section 4.1-03-02 of the North Dakota Century Code is			
13	amende	d an	d reenacted as follows:		
14	4.1-	03-0	2. North Dakota beef commission - Membership - Qualifications.		
15	1.	The	North Dakota beef commission consists of:		
16		a.	Three beef producers;		
17		b.	One cattle feeder;		
18		C.	One dairy producer;		
19		d.	One representative of a public livestock market; and		
20		e.	Three at-large representatives.		
21	2.	The	e governor shall appoint:		
22		a.	Each beef producer from a list of at least two names submitted by the North-		
23			Dakota stockmen's association;		
24		b.	The cattle feeder from a list of at least two names submitted by the North Dakota		
25			stockmen's association feeder council;		
26		e.	The dairy producer from a list of at least two names submitted by the milk-		
27			producers association of North Dakota;		
28		d.	The representative of a public livestock market from a list of at least two names		
29			submitted by the North Dakota livestock marketing association; and		
30		e.	The three at-large representatives.		

1	3.	a. The commission consists of one cattle industry representative elected from each of		
2		the districts under section 6 of this Act. The chairman, vice chairman, and secretary		
3		treas	surer of the commission, serving on December 31, 2025, may continue to serve in	
4		their	respective positions as provided under section 4.1-03-03.	
5	<u>2.</u>	Eacl	n member of the commission must:	
6			(1)a. Be a United States citizen and a resident of this state;	
7			(2)b. Physically reside in the district the member represents; and	
8			c. Be <u>an</u> actively engaged in that phase of the cattle industry the member	
9			represents; and	
10			(3) Have been actively engaged in that phase of the cattle industry for a period-	
11			of five yearsrepresentative.	
12	b. 3.	Eacl	n member of the commission, except <u>unless</u> the <u>member is a</u> representative of a	
13	public livestock market, must be a participating producer.			
14	c. 4.	For	ourposes of this subsection, "actively engaged" means that the individual:	
15 (1) <u>a.</u> Has an ownership interest in an a <u>catt</u>			Has an ownership interest in ana cattle operation that is qualifies the individual as	
16			a cattle industry representative;	
17		<u>b.</u>	Is engaged in an activity of sufficient scope and significance as to constitute a	
18			distinct activity; and	
19	(2	2) c.	Has and regularly exercises exercised direct control of the cattle operation for the	
20			preceding year.	
21	SEC	CTION	3. AMENDMENT. Section 4.1-03-03 of the North Dakota Century Code is	
22	amende	d and	reenacted as follows:	
23	4.1-	03-03	. Term of office.	
24	1.	The	Except as otherwise provided in this section, the term of office for each member is	
25		thre	e years and begins on July <u>January</u> first. The terms must be staggered so that no	
26		more	e than three terms expire each year.	
27	2.	The	terms of all commission members, except the members serving as chairman, vice	
28		<u>chai</u>	man, and secretary-treasurer of the commission on December 31, 2025, expire	
29		on D	ecember 31, 2025.	
30		<u>a.</u>	The chairman of the commission, serving on December 31, 2025, shall represent	
31			district six, as described under section 6 of this Act, until December 31, 2027.	

1		<u>b.</u>	The vice chairman of the commission, serving on December 31, 2025, shall			
2			represent district one, as described under section 6 of this Act, until			
3			<u>December 31, 2028.</u>			
4		<u>C.</u>	The secretary-treasurer of the commission, serving on December 31, 2025, shall			
5			represent district nine, as described under section 6 of this Act, until			
6			<u>December 31, 2026.</u>			
7		<u>d.</u>	The chairman, vice chairman, and secretary-treasurer of the commission, serving			
8			on December 31, 2025, each serving their respective term under this subsection,			
9			have the same rights, duties, and privileges as elected commission members.			
10	<u>3.</u>	<u>Bet</u>	ween October 1, 2025, and December 31, 2025, districts two, three, four, five,			
11		sev	en, and eight, as described under section 6 of this Act, each shall elect a			
12		con	nmission member with a term, beginning January 1, 2026. The initial terms of			
13		<u>indi</u>	individuals elected to begin serving as commission members on January 1, 2026, are:			
14		<u>a.</u>	One year for commission members representing districts two and five;			
15		<u>b.</u>	Two years for commission members representing districts three and seven; and			
16		<u>C.</u>	Three years for commission members representing districts four and eight.			
17	<u>4.</u>	<u>Bet</u>	ween October first and December thirty-first of the calendar year in which a			
18		con	nmission member's term is to expire, the respective district shall elect an individual			
19		to s	erve as a commission member to represent that district for the succeeding term.			
20	<u>5.</u>	Am	nember of the commission may not serve more than two consecutive terms. If an-			
21		indi	individual is appointed after August 1, 2009, to complete a vacancy, that The service is			
22		not counted as aof the initial term, for purposes of this section, unless the duration of				
23		that service exceeds one year under subdivision a of subsection 3 for commission				
24		mei	mbers of districts two and five is not counted for purposes of this subsection.			
25	SEC	TIO	N 4. AMENDMENT. Section 4.1-03-04 of the North Dakota Century Code is			
26	amende	d and	d reenacted as follows:			
27	4.1-03-04. Vacancy.					
28	If a ⊣	mem	ber's office is vacant, the position must be filled, for the remainder of the term, in-			
29	the sam	e ma	nner as the original appointment. A member's office is vacant if:			
30	1.	1. At any time during a member's term the member ceases to possess any of the				
31		qua	ilifications provided for in this chapter;			

1	2.	Any	vevent enumerated in section 44-02-01 occurs; or		
2	3. 7	3. The commission determines that a member has failed to attend three consecutive			
3	meeting	s of t	the commission without justificationa commission member fails to meet the		
4	qualifica	tions	required to serve as a commission member under this chapter or a vacancy under		
5	section 4	<u>44-02</u>	2-01 occurs, the commission, by majority vote, shall appoint a qualified cattle		
6	industry representative for the remainder of the term. If an individual is appointed by the				
7	commis	sion 1	to complete a vacancy, that service is not counted as years of service under		
8	section :	3 of t	his Act, unless the duration of that service exceeds one year. An individual		
9	appointe	ed un	der this section has the same rights, duties, and privileges as an elected		
0	commiss	sion ı	member.		
11	SEC	CTIOI	N 5. AMENDMENT. Section 4.1-03-12 of the North Dakota Century Code is		
2	amended and reenacted as follows:				
3	4.1-03-12. Collection of assessment.				
4	1.	Eac	ch livestock auction market and livestock dealer shall:		
5		a.	Collect the assessments due under this chapter by deducting the assessments		
6			from any credit given or payment made to the seller of the cattle, at the time of		
7			the transaction; and		
8		b.	Forward the assessments to the commission in accordance with section		
9			4.1-03-13.		
20	2.	a.	If a person sells North Dakota cattle outside this state or if a person sells North		
21			Dakota cattle to an out-of-state buyer, the person shall forward any assessments		
22			due under this chapter to the commission in accordance with section 4.1-03-13.		
23		b.	This subsection does not apply if the assessment has been paid to a brand		
24			inspector in another state or to another qualified state beef council.		
25	3.	Any	other person selling cattle in this state shall forward any assessments due under		
26		this	chapter to the commission in accordance with section 4.1-03-13.		
27	SECTION 6. A new section to chapter 4.1-03 of the North Dakota Century Code is created				
28	and ena	cted	as follows:		
29	Geographical districts.				

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The state consists of the following districts:

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1 District one: Barnes, Cass, Cavalier, Eddy, Foster, Grand Forks, Griggs, Nelson, 2 Pembina, Ramsey, Steele, Towner, Traill, and Walsh Counties; 3 <u>b.</u> District two: Dickey, LaMoure, McIntosh, Ransom, Richland, and Sargent 4 Counties; 5 District three: Kidder, Logan, and Stutsman Counties; <u>C.</u> 6 <u>d.</u> District four: Burleigh, Emmons, Sheridan, and Wells Counties; 7 District five: Benson, Bottineau, McHenry, Pierce, Renville, and Rolette Counties; e. 8 District six: Burke, Divide, McKenzie, McLean, Mountrail, Ward, and Williams <u>f.</u> 9 Counties; 10 District seven: Billings, Dunn, Golden Valley, Oliver, and Mercer Counties; <u>g.</u> 11 District eight: Adams, Bowman, Hettinger, Slope, and Stark Counties; and h. 12 District nine: Grant, Morton, and Sioux Counties. 13 The commission shall review the nine district boundaries and tally the number of cattle 2. 14 in each district at least once every seven years to ensure accurate producer 15 representation. If the commission determines the nine districts do not accurately 16 represent cattle industry representatives in the state, the commission may enact a 17 redistricting plan to amend district boundaries, provided each district contains at least 18 three undivided counties. If two-thirds of the elected commission members vote in 19 favor of the proposed redistricting plan, the commission shall adopt the plan. If the 20 commission adopts a redistricting plan, the commission shall submit a bill to the next 21 legislative assembly to amend subsection 1 in a manner consistent with the results of 22 the redistricting plan. The redistricting plan becomes effective on the date the 23 amended district boundaries under subsection 1 become effective. 24 SECTION 7. A new section to chapter 4.1-03 of the North Dakota Century Code is created 25 and enacted as follows: 26 Director of the North Dakota state university extension service - Nomination and 27 election of district commission candidates. 28 The director of the North Dakota state university extension service shall oversee 1. a. 29 district representative commission member nominations and elections.

1		<u>b.</u>	<u>Between October first and December thirty-first of each year, the director shall</u>			
2			cond	duct the nominating and election process to elect successors for districts with		
3			term	s expiring that fiscal year.		
4		<u>C.</u>	The	director shall notify all known cattle industry representatives in the respective		
5			distr	ict and request nominations for district representative commission candidates		
6			no fe	ewer than forty-five nor more than sixty days before the district representative		
7			com	mission election. The notice must be published in all official county		
8			new	spapers within the district or by reliable electronic means.		
9		<u>d.</u>	<u>To b</u>	e eligible as a candidate in a district commission election, at least five cattle		
10			<u>indu</u>	stry representatives who reside in the district shall nominate the candidate in		
11			<u>writi</u>	ng. A cattle industry representative may not self-nominate.		
12		<u>e.</u>	<u>Upo</u>	n receiving the district commission nominations, the director shall certify that		
13			nom	inated candidates meet the requirements of section 4.1-03-02. The director		
14			<u>shal</u>	I prepare the election ballots with the names of the certified nominated district		
15			com	mission candidates. Each ballot also must include a statement indicating:		
16			<u>(1)</u>	The date, time, and location the director will open the ballots and tabulate		
17				the results;		
18			<u>(2)</u>	The last date by which the ballots must be postmarked or filed with the		
19				director; and		
20			<u>(3)</u>	Any cattle industry representative in the district may be present at the time		
21				the ballots are opened and tabulated.		
22		<u>f.</u>	<u>The</u>	director shall hold the district commission election by mail paper ballot. The		
23			dire	ctor shall mail the ballots to each known cattle industry representative in the		
24			distr	ict at least thirty days before the election.		
25		<u>g.</u>	<u>The</u>	director shall canvass the votes. The director shall notify the commission and		
26			the o	governor that the election has taken place, and provide to the commission		
27			<u>and</u>	the governor the name and address and term of the newly elected district		
28			repr	esentative commission member.		
29	<u>2.</u>	<u>lf th</u>	e catt	le industry representatives in a district fail to elect an individual, as required		
30		<u>by t</u>	his se	ection, the director shall notify the commission and the governor. The		
31		gov	ernor	shall appoint a cattle industry representative who meets the requirements of		

1		section 4.1-03-02 to serve as the district commission member for the district. An		
2		individual appointed under this subsection has the same rights, duties, and privileges		
3		as an elected commission member.		
4	<u>3.</u>	Each eligible voter is entitled to one vote and must vote in the district in which the		
5		voter's livestock operation headquarters is located. If an eligible voter has multiple		
6		livestock operation headquarters in more than one district, the eligible voter shall case		
7		their vote in the district in which the voter physically resides.		
8	<u>4.</u>	To determine whether an individual is eligible to vote under this chapter, the		
9		commission may:		
10		a. Obtain a list of livestock producers from the United States department of		
11		agriculture farm service agency through the process under title 7, Code of		
12		Federal Regulations, part 798; or		
13		b. Require the beef producer to certify to the North Dakota state university		
14		extension service the producer is an eligible voter under this chapter.		
15	SEC	TION 8. A new section to chapter 4.1-03 of the North Dakota Century Code is created		
16	and ena	cted as follows:		
17	Election costs - Responsibility.			
18	All costs of holding district commission member nominations and elections under section 7			
19	of this A	ct are the responsibility of the commission.		
20	SEC	TION 9. A new section to chapter 4.1-03 of the North Dakota Century Code is created		
21	and ena	cted as follows:		
22	Refe	erendums - Assessments.		
23	<u>1.</u>	If petitioned by at least fifteen percent of the cattle industry representatives of the		
24		state, the commission shall conduct a referendum among the cattle industry		
25		representatives to determine the amount by which the assessment imposed under		
26		section 4.1-03-11 should be adjusted.		
27	<u>2.</u>	No more than fifty percent of the cattle industry representatives who signed the		
28		petition may reside in the same district.		
29	<u>3.</u>	The commission shall hold an assessment referendum by mail paper ballot. The		
30		commission shall prepare the ballots with the petitioned amount by which the		
31		assessment imposed under section 4.1-03-11 is proposed to be adjusted and		

1 distribute the ballots to each cattle industry representative at least thirty days before 2 the last date for filing ballots. 3 <u>4.</u> Each ballot must include a statement indicating: 4 The date the petition was filed and the number of signatures on the petition; a. 5 The date, time, and location the commission will open the ballots and tabulate the <u>b.</u> 6 results; 7 The last date by which the ballots must be postmarked or filed with the C. 8 commission; and 9 Any cattle industry representative may be present at the time the ballots are <u>d.</u> 10 opened and tabulated. 11 <u>5.</u> The date selected by the commission for the opening and tabulation of the ballots 12 must be at least five days after the date by which the ballots must be postmarked or 13 filed with the commission. 14 <u>6.</u> The commission shall canvass the votes. If the majority of voting cattle industry 15 representatives vote in favor of the proposed change, the commission shall submit a 16 bill to the next legislative assembly to amend the statutory assessment in a manner 17 consistent with the results of the vote. 18 <u>7.</u> All costs of holding an assessment referendum under this section are the responsibility 19 of the commission. 20 **SECTION 10. EFFECTIVE DATE.** Section 2 of this Act becomes effective on January 1. 21 2026.