

Sixty-ninth
Legislative Assembly
of North Dakota

**FIRST ENGROSSMENT
with Senate Amendments**

ENGROSSED HOUSE BILL NO. 1330

Introduced by

Representatives Satrom, Grueneich, Ostlie

Senators Conley, Lemm

1 A BILL for an Act to amend and reenact section 21-10-07.1 of the North Dakota Century Code,
2 relating to the prudent investor rule.

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

4 **SECTION 1. AMENDMENT.** Section 21-10-07.1 of the North Dakota Century Code is
5 amended and reenacted as follows:

6 **21-10-07.1. Prudent investor rule - Exception.**

7 Notwithstanding section 21-10-07, for purposes of investment of the legacy fund, the state
8 investment board shall:

9 1. Shall give preference to qualified investment firms and financial institutions with a
10 presence in the state; and

11 2. May divest from Chinese companies. As used in this subsection:

12 a. "Chinese company" means a company formed and domiciled in China.

13 b. "Company" means a sole proprietorship, an organization, an association, a
14 corporation, a partnership, a joint venture, a limited partnership, a limited liability
15 partnership, a limited liability company, or any other entity or business
16 association, including all wholly owned subsidiaries, majority-owned subsidiaries,
17 and parent companies, or an affiliate of such entity or business associate which
18 exists for the purpose of making a profit.