

**FIRST ENGROSSMENT  
with Conference Committee Amendments****ENGROSSED HOUSE BILL NO. 1013**

Introduced by

Appropriations Committee

(At the request of the Governor)

1 A BILL for an Act to provide an appropriation for defraying the expenses of the commissioner of  
2 university and school lands; to provide for distribution amounts from permanent funds; to create  
3 and enact a new section to chapter 47-30.1 of the North Dakota Century Code, relating to  
4 property unclaimed by state agencies; and to amend and reenact sections 47-30.1-18,  
5 47-30.1-21.1, and 47-30.1-24 and subsection 1 of section 47-30.1-35 of the North Dakota  
6 Century Code, relating to the enforcement of the Uniform Unclaimed Property Act.

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

8 **SECTION 1. APPROPRIATION.** The funds provided in this section, or so much of the  
9 funds as may be necessary, are appropriated from special funds derived from the state lands  
10 maintenance fund and the oil and gas impact grant fund in the state treasury, not otherwise  
11 appropriated, to the commissioner of university and school lands for the purpose of defraying  
12 the expenses of the commissioner of university and school lands, for the biennium beginning  
13 July 1, 2003, and ending June 30, 2005, as follows:

14 Salaries and wages	\$1,876,162
15 Operating expenses	722,572
16 Capital Assets	37,000
17 Grants	4,888,100
18 Contingencies	<u>50,000</u>
19 Total special funds	\$7,573,834

20 **SECTION 2. OIL AND GAS IMPACT GRANT FUND.** The amount of \$5,000,000, or  
21 so much of the amount as may be necessary, included in the total special funds appropriated in  
22 section 1 of this Act may be spent from the oil and gas impact grant fund by the commissioner  
23 of university and school lands for the purpose of providing oil and gas development impact

1 grants and the administration of the oil and gas development impact grant program for the  
2 biennium beginning July 1, 2003, and ending June 30, 2005.

3 **SECTION 3. GRANTS.** Section 54-44.1-11 does not apply to appropriations made for  
4 oil impact grants in section 1 of this Act.

5 **SECTION 4. APPROPRIATION LINE ITEM TRANSFERS.** Upon approval of the  
6 board of university and school lands, the commissioner of university and school lands may  
7 transfer from the contingencies line item in section 1 of this Act to all other line items except the  
8 capital assets line item. The commissioner shall notify the office of management and budget of  
9 each transfer made pursuant to this section.

10 **SECTION 5. DISTRIBUTIONS TO STATE INSTITUTIONS.** Notwithstanding section  
11 15-03-05.2, during the biennium beginning July 1, 2003, and ending June 30, 2005, the board  
12 of university and school lands shall distribute the following amounts, or so much income as may  
13 be available, from the permanent funds managed for the benefit of the following entities:

14 North Dakota state university	\$1,132,000
15 University of North Dakota	946,000
16 Youth correctional center	396,000
17 School for the deaf	322,000
18 North Dakota state college of science	339,200
19 State hospital	325,200
20 Veterans' home	269,200
21 Valley City state university	268,000
22 North Dakota vision services - School for the blind	247,200
23 Mayville state university	186,000
24 Minot state university - Bottineau	33,200
25 Dickinson state university	33,200
26 Minot state university	<u>33,200</u>
27 Total	\$4,530,400

28 **SECTION 6.** A new section to chapter 47-30.1 of the North Dakota Century Code is  
29 created and enacted as follows:

30 **Claims by state agencies - Budget section approval and report.** Within one year of  
31 receipt of state agency property, the administrator shall notify the agency by certified mail. The

1 commissioner of university and school lands shall present a report to the budget section of the  
2 legislative council identifying every state agency that has not submitted a claim for property  
3 belonging to that agency within one year of the receipt of the date of the certified mail receipt.  
4 Upon approval of the budget section of the legislative council, the agency relinquishes its right  
5 to recover its property.

6 **SECTION 7. AMENDMENT.** Section 47-30.1-18 of the North Dakota Century Code is  
7 amended and reenacted as follows:

8 **47-30.1-18. Notice and publication of lists of abandoned property.**

- 9 1. The administrator shall cause a notice to be published not later than October first  
10 of the year immediately following the report required by section 47-30.1-17 at least  
11 once a week for two consecutive weeks in a newspaper of general circulation in  
12 the county of this state in which is located the last known address of any person to  
13 be named in the notice. If no address is listed or the address is outside this state,  
14 the notice must be published in the county in which the holder of the property has  
15 its principal place of business within this state.
- 16 2. ~~The published notice~~ One of the annual notices must be entitled "Notice of Names  
17 of Persons Appearing to be Owners of Abandoned Property" and contain:
- 18 a. The names in alphabetical order and last known address, if any, of persons  
19 listed in the report and entitled to notice within the county as specified in  
20 subsection 1.
- 21 b. A statement that information concerning the property and the name and last  
22 known address of the holder may be obtained by any person possessing an  
23 interest in the property by addressing an inquiry to the administrator.
- 24 3. One of the annual notices must be a display advertisement that contains  
25 information on abandoned property and contact information for making an inquiry.
- 26 ~~4.~~ 5. The administrator is not required to publish in the notice any items of less than fifty  
27 dollars unless the administrator considers their publication to be in the public  
28 interest.
- 29 ~~4.~~ 5. This section is not applicable to sums payable on traveler's checks, money orders,  
30 and other written instruments for which the holder is not required to report the  
31 name of the apparent owner.

1           6.   The administrator may not publish in the notice any property clearly identified as  
2                   belonging to a state agency. Property presumed to be state agency property that  
3                   cannot be clearly identified as belonging to a specific agency also is exempt from  
4                   public notice requirements.

5           **SECTION 8. AMENDMENT.** Section 47-30.1-21.1 of the North Dakota Century Code  
6 is amended and reenacted as follows:

7           **47-30.1-21.1. Crediting of dividends or increments on stock to owner's account.**  
8 Whenever property in the form of stock is paid or delivered to the administrator under this  
9 chapter, the owner is entitled to receive any dividends or other increments realized or accruing  
10 on the stock for as long as the stock is held by the administrator, provided the total amount of  
11 cash due the owner exceeds five dollars.

12           **SECTION 9. AMENDMENT.** Section 47-30.1-24 of the North Dakota Century Code is  
13 amended and reenacted as follows:

14           **47-30.1-24. Filing of claim with administrator - Exempt from open records law.**

- 15           1. A person, excluding another state, claiming an interest in any property paid or  
16                   delivered to the administrator may file with the administrator a claim on a form  
17                   prescribed by the administrator and verified by the claimant.
- 18           2. The administrator shall consider each claim within ninety days after it is filed and  
19                   give written notice to the claimant if the claim is denied in whole or in part. The  
20                   notice may be given by mailing it to the last address, if any, stated in the claim as  
21                   the address to which notices are to be sent. If no address for notices is stated in  
22                   the claim, the notice may be mailed to the last address, if any, of the claimant as  
23                   stated in the claim. No notice of denial need be given if the claim fails to state  
24                   either the last address to which notices are to be sent or the address of the  
25                   claimant.
- 26           3. If a claim is allowed, the administrator shall pay over or deliver to the claimant the  
27                   property or the amount the administrator actually received or the net proceeds if it  
28                   has been sold by the administrator.
- 29           4. Documentation and information submitted by a claimant for the purpose of proving  
30                   ownership of the property is exempt from the open records law under section  
31                   44-04-18.

- 1           **SECTION 10. AMENDMENT.** Subsection 1 of section 47-30.1-35 of the North Dakota  
2 Century Code is amended and reenacted as follows:
- 3           1. All agreements to pay compensation to recover or assist in the recovery of  
4           property reported under section 47-30.1-17, made within twenty-four months after  
5           the date payment or delivery is made to the administrator, are unenforceable.