50112.0100

Fifty-ninth Legislative Assembly of North Dakota FIRST DRAFT:

Prepared by the Legislative Council staff for the Economic Development Committee

August 2004

Introduced by

- 1 A BILL for an Act to create and enact a new section to chapter 54-34.3 of the North Dakota
- 2 Century Code, relating to the creation of a statewide manufacturers' association; to provide a
- 3 report to the legislative council; to provide a continuing appropriation; and to provide an
- 4 expiration date.

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

**SECTION 1.** A new section to chapter 54-34.3 of the North Dakota Century Code is created and enacted as follows:

Division of economic development and finance - Manufacturers' association -

- 9 **Continuing appropriation.** The division, through the state's manufacturing extension
- 10 partnership, shall form a statewide manufacturers' association. The association shall develop a
- 11 program for identifying and capturing private procurement opportunities for North Dakota
- 12 businesses. The association may contract with a third-party service provider to assist in
- 13 creating and implementing the program under this section. The association may enlist the
- 14 cooperation of public and private organizations, including public and private institutions of
- 15 higher education, state agencies, and private entities. The association may set and charge a
- 16 membership fee to association members. A special account is established in the state treasury
- 17 and designated as the manufacturers' association fund. The association shall deposit in the
- 18 fund all moneys received by the association under this section. The moneys in the fund are
- 19 appropriated to the department on a continuing basis, as necessary, for the purpose of
- 20 implementing this section. If the state's role in administering the manufacturers' association
- 21 terminates as the result of establishing a private manufacturers' association, any unobligated
- 22 moneys in the manufacturers' association fund must be conveyed to the private manufacturers'
- 23 association.

SECTION 2. REPORT TO LEGISLATIVE COUNCIL. During the 2005-06 and 2007-08 interims, the commissioner of commerce shall report to the legislative council on the status of the manufacturers' association under section 1 of this Act. This report must include information regarding how the manufacturers' association has been established, the activities of the manufacturers' association, whether there are potential changes that could be made to improve the networking of manufacturing businesses and other suppliers in this state, and whether the state should continue its lead position in the administration of the manufacturers' association or whether the association would be better served by moving to a more privatized structure.

SECTION 3. EXPIRATION DATE. Section 1 of this Act is effective through July 31, 2009, and after that date is ineffective.