

HOUSE BILL NO. 1136

Introduced by

Judiciary Committee

(At the request of the Insurance Commissioner)

1 A BILL for an Act to amend and reenact sections 26.1-01-07 and 26.1-01-08.1 of the North
2 Dakota Century Code, relating to fees chargeable by the insurance commissioner.

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

4 **SECTION 1. AMENDMENT.** Section 26.1-01-07 of the North Dakota Century Code is
5 amended and reenacted as follows:

6 **26.1-01-07. Fees chargeable by commissioner.** The commissioner shall charge and
7 collect the following fees:

- 8 1. For filing articles of incorporation, or copies, or amendments thereof, twenty-five
9 dollars.
- 10 2. For each original certificate of authority issued upon admittance, one hundred
11 dollars and for renewal of certificate of authority, amendment to certificate of
12 authority, or certified copy thereof, fifty dollars.
- 13 3. For issuing an annual reciprocal exchange license, the same fees as those
14 applicable to the issuance of a certificate of authority in subsection 2.
- 15 4. For filing an annual report of a fraternal benefit society, and issuing a license or
16 permit to the society, and for each renewal thereof, twenty-five dollars.
- 17 5. For filing bylaws or amendments thereof, ten dollars.
- 18 6. For filing of articles of merger, or copies thereof, thirty dollars.
- 19 7. For receiving the service of process as attorney, whether the commissioner is
20 served with the process or admits service thereon, ten dollars.
- 21 8. For filing of power of attorney by nonadmitted insurer for conduct of business in
22 compliance with surplus lines laws of this state, ten dollars.
- 23 9. For filing an annual statement, twenty-five dollars.

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- 1 10. For filing the abstract of the annual statement of an insurance company for
2 publication, thirty dollars.
- 3 11. For an official examination, the expenses of the examination at the rate adopted by
4 the department. The rates must be reasonably related to the direct and indirect
5 costs of the examination, including actual travel expenses, including hotel and
6 other living expenses, compensation of the examiner and other persons making
7 the examination, and necessary attendant administrative costs of the department
8 directly related to the examination and must be paid by the examined insurer
9 together with compensation upon presentation by the department to the insurer of
10 a detailed account of the charges and expenses after a detailed statement has
11 been filed by the examiner and approved by the department.
- 12 12. For issuing a certificate to a domestic insurance company showing a compliance
13 with the compulsory reserve provisions of this title and the maintenance of proper
14 security deposits and for any renewal of the certificate, ten dollars.
- 15 13. ~~For a written licensee's examination administered by the office of the~~
16 ~~commissioner, with the examination not to exceed two lines of insurance at any~~
17 ~~one sitting, twenty dollars.~~
- 18 44. For a written licensee's examination not administered by the office of the
19 commissioner under a contract with a testing service, the actual cost of the
20 examination, subject to approval of the commissioner, which must be paid to the
21 testing service.
- 22 ~~45.~~ 14. For issuing and each annual renewal of a surplus lines insurance producer's or
23 insurance consultant's license, ten dollars.
- 24 ~~46.~~ 15. For issuing an insurance producer's license, one hundred dollars.
- 25 ~~47.~~ 16. For issuing a duplicate of any license or registration issued under this title, ten
26 dollars.
- 27 ~~48.~~ 17. For issuing and each annual renewal of a license to a resident agent for the
28 attorney for a reciprocal exchange, ten dollars.
- 29 ~~49.~~ 18. For filing of any miscellaneous documents or papers, including documents of
30 admission and those filed annually upon license renewal, ten dollars each.
- 31 ~~20.~~ 19. For a copy of any paper filed in the commissioner's office, twenty cents per folio.

- 1 ~~24.~~ 20. For affixing the commissioner's official seal on a copy of any paper filed in the
2 office and certifying the copy, ten dollars.
- 3 ~~22.~~ 21. For each insurance company appointment and renewal of an appointment of an
4 insurance producer, ten dollars.
- 5 ~~23.~~ 22. For each company application for admission, five hundred dollars, except
6 applications for admission for county mutual, fraternal benefit, and surplus lines
7 companies must be one hundred dollars.
- 8 ~~24.~~ 23. For issuing a license and each annual renewal of a license to an insurance
9 premium finance company, one hundred dollars.
- 10 ~~25.~~ 24. For examining or investigating an insurance premium finance company, the actual
11 expense and per diem incurred; but the per diem charge may not exceed fifty
12 dollars.
- 13 ~~26.~~ 25. For issuing and each annual renewal of a license to an advisory organization, fifty
14 dollars.

15 Nonprofit health service corporations and health maintenance organizations are subject
16 to the same fees as any other insurance company. County mutual insurance companies and
17 benevolent societies are liable only for the fees mentioned in subsections 2, 10, 11, ~~16, 19, 20,~~
18 ~~and 24~~ 15, 18, 19, and 20.

19 However, the commissioner may, after public notice and hearing, increase the fees
20 authorized by this section for any year if it is determined necessary to generate the revenue
21 appropriated by the legislative assembly from the insurance regulatory trust fund to fund
22 budgeted operations for the insurance department. The insurance commissioner may not
23 implement a fee increase pursuant to this section to enhance or in any manner add funds to the
24 legislative appropriation for the insurance department.

25 **SECTION 2. AMENDMENT.** Section 26.1-01-08.1 of the North Dakota Century Code
26 is amended and reenacted as follows:

27 **26.1-01-08.1. Electronic filings allowed.**

- 28 1. Notwithstanding any other provision of this title, the commissioner may ~~adopt rules~~
29 ~~that allow either~~ require an applicant or a licensee to file documents electronically
30 with the commissioner or the commissioner's designee. The commissioner may

- 1 ~~adopt rules may contain procedures~~ for the electronic filing of documents, including
2 the following:
- 3 a. Any document required as part of an application for a license under this title;
 - 4 b. Any document required to be filed by an applicant or licensee to maintain the
5 license in good standing;
 - 6 c. Any fee required under this title; and
 - 7 d. Any other document required or permitted to be filed.
- 8 2. ~~This section may not be interpreted to supersede any other provision of law that~~
9 ~~requires the electronic filing of a document or to require an applicant or licensee to~~
10 ~~make any other filing electronically.~~ The commissioner or the commissioner's
11 designee may charge an administrative fee for electronic filing. Fees charged for
12 the processing of an electronic filing are in addition to any other fee imposed for
13 the filing. Fees charged for an electronic filing are limited to the actual cost of the
14 electronic transaction.