Sixty-ninth Legislative Assembly of North Dakota

FIRST ENGROSSMENT with Senate Amendments ENGROSSED HOUSE BILL NO. 1088

Introduced by

Industry, Business and Labor Committee

(At the request of the Insurance Commissioner)

- 1 A BILL for an Act to amend and reenact section 26.1-01-03.3 of the North Dakota Century
- 2 Code, relating to penalties for violation of the insurance title; and to provide a penalty.

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

- 4 **SECTION 1. AMENDMENT.** Section 26.1-01-03.3 of the North Dakota Century Code is amended and reenacted as follows:
- 6 **26.1-01-03.3.** Penalty for violation of title.
 - 1. Unless otherwise provided by law, a person who violates this title is subject, after hearing by the commissioner, to payment of an administrative monetary penaltyfine of up to ten thousand dollars for each violation.
- In addition to or in lieu of a monetary fine, the commissioner, after a hearing, may
 require restitution in the amount of direct financial loss be made to any person directly
 harmed by a violation of this title. The commissioner may not determine or adjudicate
 whether an obligation is owed under a policy or contract of insurance, or require a
 person to pay a claim or an amount claimed owed under a policy or contract of
- 15 <u>insurance</u>.

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