

**SECOND ENGROSSMENT  
with House Amendments  
REENGROSSED SENATE BILL NO. 2178**

Introduced by

Senators Schaible, Heckaman, G. Lee, Rust

Representatives Kempenich, Rohr

1 A BILL for an Act to create and enact a new section to chapter 26.1-22 of the North Dakota  
2 Century Code, relating to insurance coverage for real property and improvements leased by a  
3 school district; to provide an expiration date; and to declare an emergency.

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

5 **SECTION 1.** A new section to chapter 26.1-22 of the North Dakota Century Code is created  
6 and enacted as follows:

7 **School district - Leased property - Insurability.**

8 1. Notwithstanding any other provision of law, if the board of a school district entered a  
9 contract with a nonprofit corporation in this state during the period beginning  
10 November 1, 2013, and ending December 31, 2013, and if in accordance with the  
11 terms of that contract the nonprofit corporation acquired and constructed a school  
12 facility that the nonprofit corporation in turn leases back to the district for use in the  
13 provision of educational services, that facility is designated as a public facility owned  
14 by the school district for purposes of insurability under this chapter.

15 2. For purposes of this section, "school facility" means the real property referenced in the  
16 contract and all buildings, improvements, and fixtures on the real property.

17 **SECTION 2. EXPIRATION DATE.** Section 1 of this Act is effective through June 30, 2017,  
18 and after that date is ineffective.

19 **SECTION 3. EMERGENCY.** This Act is declared to be an emergency measure.