FIRST ENGROSSMENT

Sixty-sixth Legislative Assembly of North Dakota

ENGROSSED HOUSE BILL NO. 1230

Introduced by

Representatives Schreiber-Beck, D. Anderson, Hatlestad, Roers Jones, Zubke Senators Klein, Kreun, J. Roers

- 1 A BILL for an Act to amend and reenact section 54-06-37 of the North Dakota Century Code,
- 2 relating to the lease of aircraft.

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

- 4 **SECTION 1. AMENDMENT.** Section 54-06-37 of the North Dakota Century Code is amended and reenacted as follows:
- 54-06-37. Authorization to purchase or lease aircraft Legislative assembly or budget section approval <u>- Exception</u>.
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- 9 1. As used in this section:
- a. "Aircraft" means a device weighing more than fifty-five pounds which is used or
 intended to be used for flight in the air.
- b. "Airworthy" means an aircraft conforms to its type design and is in a condition for
 safe operation.
 - Except as otherwise provided in subsections 3 and 4, a state agency or other entity of state government may not purchase or lease an aircraft without specific authorization from the legislative assembly or the budget section of the legislative management if the legislative assembly is not in session.
- 18 3. In an emergency circumstance, a state agency, department, or institution may lease
 19 an aircraft without approval from the legislative assembly or the budget section if an
 20 aircraft currently leased or owned by the state agency, department, or institution is not
 21 airworthy. The emergency lease under this subsection may extend only until the
 22 aircraft deemed not airworthy is determined to be airworthy.
- 4. A state agency, department, or institution may purchase a replacement aircraft without
 approval from the legislative assembly or the budget section if an aircraft is destroyed

Sixty-sixth Legislative Assembly

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- beyond repair and only insurance proceeds are used for the purchase of the
 replacement aircraft. If the purchase price of a replacement aircraft exceeds the
 insurance proceeds, the state agency, department, or institution must receive
 authorization in accordance with subsection 2.
 - 5. This section does not apply to aircraft purchased or leased by the office of the adjutant general or the university of North Dakota school of aviation.