

Fifty-sixth
Legislative Assembly
of North Dakota

REENGROSSED SENATE BILL NO. 2273

Introduced by

Senators Krauter, Bowman, Robinson, Solberg, Tallackson

Representative DeKrey

1 A BILL for an Act to create and enact a new section to chapter 10-30.5 of the North Dakota
2 Century Code, relating to the use of funds in the North Dakota development fund; and to
3 amend and reenact subsection 3 of section 10-30.5-02 of the North Dakota Century Code,
4 relating to the use of funds in the North Dakota development fund.

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

6 **SECTION 1. AMENDMENT.** Subsection 3 of section 10-30.5-02 of the North Dakota
7 Century Code is amended and reenacted as follows:

8 3. Moneys in the development fund may be used to provide working capital or for
9 financing the purchase of fixed assets, but not to refinance existing debt. Moneys
10 may also be used to assist communities in providing essential community services
11 and to make matching grants to county-authorized or city-authorized development
12 corporations for the acquisition, leasing, or remodeling of real estate facilities for
13 locating a prospective new primary sector business. A grant must be made as part
14 of a package of financing in which the state is a participant.

15 **SECTION 2.** A new section to chapter 10-30.5 of the North Dakota Century Code is
16 created and enacted as follows:

17 **Rural development funds - Grants.** Moneys from the North Dakota development fund
18 allocated for the benefit of the areas delineated as regions by executive order of the governor
19 pursuant to section 54-40.1-02 may be used to make matching grants to newly established
20 county-authorized or city-authorized development corporations. The funds received by the
21 county-authorized or city-authorized development corporations must be used by the
22 development corporations to pay the salaries of development staff. A grant may be allocated
23 only to a county-authorized or city-authorized development corporation within the region for
24 which the allocation was originally made and must be distributed to the corporation in three

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- 1 equal annual payments. A development corporation is eligible to receive only one grant under
- 2 this section.