10108.0100

Fifty-seventh Legislative Assembly of North Dakota

Introduced by

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FIRST DRAFT:

Prepared by the Legislative Council staff for the Commerce and Labor Committee

July 2000

- 1 A BILL for an Act to amend and reenact sections 54-34.3-01, 54-34.3-04, and 54-40.1-05 of the
- 2 North Dakota Century Code, relating to goals of the department of economic development and
- 3 finance and to reports of regional planning councils.

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

- 5 **SECTION 1. AMENDMENT.** Section 54-34.3-01 of the 1999 Supplement to the North 6 Dakota Century Code is amended and reenacted as follows:
  - 54-34.3-01. Department of economic development and finance established Mission. The North Dakota department of economic development and finance is established to assume the functions, powers, and duties of the economic development commission with respect to programs and other efforts intended to enhance the economic development of the state. The mission of the department is to develop strategies and programs to:
    - 1. Facilitate the growth, diversification, and expansion of existing enterprises and the attraction and creation of new wealth-generating enterprises in the state;
    - Promote economic diversification and innovation within the basic industries and
      economic sectors of this state, including strategies and programs designed to
      specialize and focus the state's economy on advanced agriculture and food
      processing, energy byproduct development, export services and tourism, and
      advanced manufacturing;
    - Promote increased productivity and value-added products, processes, and services in the state, and the export of those goods and services by North Dakota enterprises to the nation and to the world;
  - 4. Maintain and revitalize economically depressed rural areas by working in close collaboration with local communities and by encouraging communities to enter into

ı		COC	perative relationships for more efficient and effective education, health care,	
2		gov	rernment service, and infrastructure maintenance;	
3	5.	For	ge a supportive partnership with the Bank of North Dakota, the board of higher	
4		edu	cation and the state's institutions of higher education, regional planning	
5		cou	ncils, local development organizations and authorities, the Myron G. Nelson	
6		Fur	nd, Incorporated, the state's nonprofit development corporations, and other	
7		app	propriate private and public sector organizations in achieving the economic	
8		goa	als of the state; <del>and</del>	
9	6.	lde	ntify those statutes, administrative rules, and policies that impede the attraction	
10		cre	ation, and expansion of businesses and job creation in this state-;	
11	<u>7.</u>	<u>Ac</u>	nieve the following annual economic development goals:	
12		<u>a.</u>	Increase the state's export trading by two and one-half percent;	
13		<u>b.</u>	Increase the state's population by one percent;	
14		<u>C.</u>	Increase the state average per capita income by six percent;	
15		<u>d.</u>	Increase the state's manufacturing by five percent;	
16		<u>e.</u>	Increase the state's employment by two percent;	
17		<u>f.</u>	Increase the state's gross state product by three and three-tenths percent;	
18			<u>and</u>	
19		<u>g.</u>	Increase the state's dynamic industries by four percent; and	
20	<u>8.</u>	Achieve the following percentages for the state by the year 2011:		
21		<u>a.</u>	Ninety-four percent of the national average per capita income;	
22		<u>b.</u>	Thirty percent of the national average of patents awarded;	
23		<u>C.</u>	Fifty percent of the national average of the number of workers in	
24			high-technology employment; and	
25		<u>d.</u>	Eighty-six percent of the national average of the cost of doing business in the	
26			United States.	
27	SE	SECTION 2. AMENDMENT. Section 54-34.3-04 of the 1999 Supplement to the North		
28	Dakota Century Code is amended and reenacted as follows:			
29	54-34.3-04. Department director - Appointment - Compensation - Duties. A			
30	director shall supervise and control the department. The governor shall appoint as director a			
31	person who is qualified by training, knowledge, and experience that is necessary to ensure a			

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- high degree of professional competency in carrying out the duties of the director as enumerated
   in this section. The director shall serve at the will of the governor and shall receive a salary set
   by the governor within the limits of legislative appropriations. The director shall:
  - Manage the internal operations of the department and, establish policies that
    promote the orderly and efficient administration of the department, and submit to
    the governor a department budget necessary to attain the goals required under
    subsections 7 and 8 of section 54-34.3-01;
  - Appoint personnel as may be determined necessary to carry out sections
     54-34.3-01 through 54-34.3-08 and fix their compensation within the limits of legislative appropriations;
  - Assume central responsibility to develop, implement, and coordinate within state government a comprehensive program of economic development consistent with the mission of the department;
  - 4. Coordinate that program of economic development with all other appropriate state and local government departments, agencies, institutions, and organizations that perform research, develop and administer programs, gather statistics, or perform other functions relating to economic development, and those government entities shall advise, cooperate, and provide reasonable assistance to the director in carrying out sections 54-34.3-01 through 54-34.3-08;
  - 5. Advise, and cooperate with, departments and agencies of the federal government and of other states, private business and agricultural organizations and associations, research institutions, and any individual or other private or public entity, and call upon those entities or individuals for consultation and assistance in their respective fields of endeavor or interest in order that the department and the state may benefit from up-to-date technical advice, information, and assistance;
  - Cooperate with individuals and both public and private entities, including the state's congressional delegation, in identifying and pursuing potential sources of funding and to receive those funds to be expended for purposes consistent with sections 54-34.3-01 through 54-34.3-08;

- Have authority to enter into contracts upon terms and conditions as determined by the director to be reasonable and to effectuate the purposes of sections 54-34.3-01 through 54-34.3-08;
  - 8. Report at least annually to an interim committee designated by the legislative council on performance of all divisions of the department of economic development and finance. The report must include the amount of success and satisfaction the department of economic development and finance has in meeting business-client, economic-developer, and community-client needs and expectations. The report must also include; the specific strategies being used by the department to attain the goals of subsections 7 and 8 of section 54-34.3-01; and a comparison of dollars spent to the economic benefits created of all programs administered or supervised by the director; and
  - 9. Have authority to do any and all other things necessary and proper to carry out sections 54-34.3-01 through 54-34.3-08.
- **SECTION 3. AMENDMENT.** Section 54-40.1-05 of the 1999 Supplement to the North Dakota Century Code is amended and reenacted as follows:
- **54-40.1-05. Reports.** Each regional council shall prepare an annual report within one hundred twenty days after the end of each fiscal year. The regional council shall submit copies of the report to the participating units of general local government, to the governor or the governor's designee, and to members of the legislative assembly in each region. To the extent practicable, the report must include <u>regional economic development statistics and indicators</u>, information regarding projects completed or in progress, and sources of project funding.
- 22 information regarding projects completed or in progress, and sources of project funding.