

**FIRST ENGROSSMENT  
with Senate Amendments**Fifty-ninth  
Legislative Assembly  
of North Dakota**ENGROSSED HOUSE BILL NO. 1178**

Introduced by

Representatives Maragos, N. Johnson

Senator Krebsbach

1 A BILL for an Act to amend and reenact sections 26.1-26.6-01, 26.1-26.6-02, 26.1-26.6-03,  
2 26.1-26.6-04, 26.1-26.6-05, 26.1-26.6-06, 26.1-26.6-07, 26.1-26.6-08, and 26.1-26.6-09 of the  
3 North Dakota Century Code, relating to bail bond agents.

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

5 **SECTION 1. AMENDMENT.** Section 26.1-26.6-01 of the North Dakota Century Code  
6 is amended and reenacted as follows:

7 **26.1-26.6-01. Definition.** As used in this chapter, unless the context otherwise  
8 requires, "Bail bondsman bail bond agent" means any person who has been approved licensed  
9 by the commissioner and appointed by an insurer by power of attorney to execute or  
10 countersign bail bonds for the insurer in connection with the judicial proceedings and charges  
11 and receives money for the services.

12 **SECTION 2. AMENDMENT.** Section 26.1-26.6-02 of the North Dakota Century Code  
13 is amended and reenacted as follows:

14 **26.1-26.6-02. Licensing and continuing education requirements.** The licensing and  
15 continuing education requirements under chapter 26.1-26 apply to bail ~~bondsmen~~ bond agents.

16 **SECTION 3. AMENDMENT.** Section 26.1-26.6-03 of the North Dakota Century Code  
17 is amended and reenacted as follows:

18 **26.1-26.6-03. Persons disqualified as bail ~~bondsmen~~ bond agents - Penalty.** The  
19 following persons or classes may not be bail ~~bondsmen~~ bond agents and may not directly or  
20 indirectly receive any benefits from the execution of any bail bond: jailers, police officers,  
21 committing magistrates, magistrate court judges, sheriffs, deputy sheriffs and constables, or  
22 any person having the power to arrest or having anything to do with the control of federal, state,  
23 county, or municipal prisoners. A violation of this section is a class B misdemeanor.

1           **SECTION 4. AMENDMENT.** Section 26.1-26.6-04 of the North Dakota Century Code  
2 is amended and reenacted as follows:

3           **26.1-26.6-04. Qualification and license as bail ~~bondsman~~ bond agent - Pledge of**  
4 **property as security - Penalty.** ~~No~~ A person may not act in the capacity of a bail ~~bondsman~~  
5 bond agent or perform any of the functions, duties, or powers prescribed for a bail ~~bondsman~~  
6 bond agent under ~~the provisions of~~ this chapter unless that person is qualified and licensed as  
7 provided in this chapter. However, ~~none of the provisions of~~ this section does not prohibit any  
8 individual from pledging real or other property as security for a bail bond in judicial proceedings  
9 if the ~~person~~ individual does not receive, or is not promised, money or other things of value  
10 therefor. Violation of this section is a class B misdemeanor.

11           **SECTION 5. AMENDMENT.** Section 26.1-26.6-05 of the North Dakota Century Code  
12 is amended and reenacted as follows:

13           **26.1-26.6-05. Violations - Penalties.**

- 14           1. The commissioner may suspend, revoke, or refuse to continue, issue, or renew  
15 any license issued under this chapter if, after notice to the licensee and hearing,  
16 the commissioner finds as to the licensee any of the following conditions:
- 17           a. Recommending any particular attorney at law to handle the case in which the  
18 bail ~~bondsman~~ bond agent has caused a bond to be issued under ~~the terms~~  
19 of this chapter.
  - 20           b. Forging the name of another to a bond or application for bond.
  - 21           c. Soliciting business in or about any place for prisoners or confined, arraigned,  
22 or in custody.
  - 23           d. Paying a fee or rebate, or giving or promising anything of value to a jailer,  
24 trustee, police officer or officer of the law, or any other person who has power  
25 to arrest or hold in custody or to any public official or public employee in order  
26 to secure a settlement, compromise, remission, or reduction of the amount of  
27 any bail bond or entreatment thereof, or to secure, delay, or other advantage.  
28 This subdivision does not apply to a jailer, police officer, or officer of the law  
29 who is not on duty and who assists in the apprehension of a defendant.
  - 30           e. Paying a fee or rebating or giving anything of value to an attorney in bail bond  
31 matters, except in defense of any action on a bond.

- 1 f. Accepting anything of value from a principal other than a premium. Provided,  
2 the ~~bondsman~~ bail bond agent may accept collateral security or other  
3 indemnity from the principal which must be returned immediately upon final  
4 termination of liability on the bond. Such collateral security or other indemnity  
5 required by the ~~bondsman~~ bail bond agent must be reasonable in relation to  
6 the amount of the bond.
- 7 g. ~~Willful failure~~ Willfully failing to return collateral security to the principal when  
8 the principal is entitled ~~thereto~~ to the security.
- 9 h. Knowingly employing a person whose insurance producer license has been  
10 revoked, suspended, or denied in this or any other state.
- 11 i. Knowingly or intentionally executing a bail bond without collecting in full a  
12 premium ~~therefor~~ for the bond, at the premium rate as filed with and approved  
13 by the commissioner.
- 14 j. Failing to pay any forfeiture as directed by a court and as required by this ~~title~~  
15 chapter.
- 16 2. A bail ~~bondsman~~ bond agent or bail bond agency may not advertise as or hold  
17 itself out to be a surety company.
- 18 3. A bail ~~bondsman~~ bond agent may not sign nor countersign any blank in any bond,  
19 nor give up power of attorney to or otherwise authorize, anyone to countersign the  
20 bail ~~bondsman's~~ bond agent's name to bonds.
- 21 4. When a ~~bondsman~~ bail bond agent accepts collateral, the ~~bondsman~~ bail bond  
22 agent shall give a written receipt for the collateral and this receipt must contain a  
23 full description of the collateral received in the terms of redemption. The  
24 ~~bondsman~~ bail bond agent shall keep copies of all receipts of the bonds to be  
25 placed in business to be available to the commissioner for the commissioner's  
26 review.
- 27 5. The provisions and penalties under this section are in addition to those provided  
28 under chapter 26.1-26.

29 **SECTION 6. AMENDMENT.** Section 26.1-26.6-06 of the North Dakota Century Code  
30 is amended and reenacted as follows:

1           **26.1-26.6-06. Access to jails.** Every person who holds a valid bail ~~bondsman~~ bond  
2 agent license issued by the insurance commissioner is entitled to equal access to the jails of  
3 the state for the purpose of making bond, subject to the provisions of this chapter and the rules  
4 adopted in the manner provided by law. Jail personnel, law enforcement officers, and court  
5 personnel may not suggest, recommend, advise, or promote a particular ~~bondsman~~ bail bond  
6 agent. Each jail shall furnish a space convenient to the telephones in the booking area to be  
7 used to hold business cards of ~~bondsmen~~ bail bond agents.

8           **SECTION 7. AMENDMENT.** Section 26.1-26.6-07 of the North Dakota Century Code  
9 is amended and reenacted as follows:

10           **26.1-26.6-07. Surrender of defendant prior to breach.** At any time before there has  
11 been a breach of the undertaking in any type of bail provided herein, the surety or ~~bondsman~~  
12 bail bond agent may surrender the defendant, or the defendant may surrender, to the official to  
13 whose custody the defendant would have been given had the defendant been committed. The  
14 defendant may be surrendered without the return of premium for the bond if the defendant has  
15 been guilty of nonpayment of premium, changing address without notifying the ~~bondsman~~ bail  
16 bond agent, self-concealment, or leaving the jurisdiction of the court without the permission of  
17 the ~~bondsman~~ bail bond agent, or of violating the defendant's contract with the ~~bondsman~~ bail  
18 bond agent in any way that does harm to the ~~bondsman~~ bail bond agent, or the surety, or  
19 violates the obligation to the court. For the purpose of surrendering the defendant, the surety  
20 may arrest the defendant before the forfeiture of the undertaking, or by written authority  
21 endorsed on a certified copy of the undertaking, may empower any peace officer to make  
22 arrest, first paying the lawful fees therefor.

23           **SECTION 8. AMENDMENT.** Section 26.1-26.6-08 of the North Dakota Century Code  
24 is amended and reenacted as follows:

25           **26.1-26.6-08. Maximum commission or fee.** A ~~professional bondsman~~ bail bond  
26 agent may not charge a premium, commission, or fee for a bond in an amount more than ten  
27 percent of the amount of bail furnished by the ~~bondsman~~ bail bond agent, or seventy-five  
28 dollars, whichever is greater.

29           **SECTION 9. AMENDMENT.** Section 26.1-26.6-09 of the North Dakota Century Code  
30 is amended and reenacted as follows:

1           **26.1-26.6-09. Failure to appear.** If a defendant fails to appear for a scheduled court  
2 appearance, the clerk of court shall notify the ~~bondsman~~ bail bond agent. If the ~~bondsman~~ bail  
3 bond agent returns the defendant to the jurisdiction of the court, the ~~bondsman may petition~~  
4 bail bond agent may petition the court for a return of the forfeiture. If the ~~bondsman~~ bail bond  
5 agent returns the defendant to the jurisdiction of the court within six months of receiving notice  
6 of the failure to appear, the court shall return at least fifty percent of the forfeiture upon petition  
7 by the ~~bondsman, less five percent for court costs~~ bail bond agent. If the ~~bondsman~~ bail bond  
8 agent returns the defendant to the jurisdiction of the court beyond six months of receiving  
9 notice of the failure to appear, the court may return the forfeiture upon receipt of a petition from  
10 the ~~bondsman~~ bail bond agent, less five percent for court costs.