Sixty-sixth Legislative Assembly of North Dakota

## **HOUSE BILL NO. 1410**

Introduced by

Representatives Trottier, Lefor, Monson, Steiner

Senators Klein, Osland

- 1 A BILL for an Act to create and enact a new section to chapter 24-05, a new section to chapter
- 2 24-06, and section 48-01.2-12.1 of the North Dakota Century Code, relating to arbitration of
- 3 public improvement contracts.

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

- 5 **SECTION 1.** A new section to chapter 24-05 of the North Dakota Century Code is created
- 6 and enacted as follows:
- 7 <u>Controversies to be arbitrated Arbitrators How named.</u>
- 8 A controversy arising out of a contract for an above grade road or street improvement under
- 9 this chapter must be submitted to arbitration. A contractor that voluntarily enters a contract for
- 10 the construction of an above grade road or street improvement is deemed to have agreed to
- 11 <u>arbitration of a controversy arising out of that contract. For a claim for less than one hundred</u>
- 12 thousand dollars, only one arbitrator may be jointly selected by the parties. For a claim for one
- 13 hundred thousand dollars or more, three persons comprise the arbitration board.
- **SECTION 2.** A new section to chapter 24-06 of the North Dakota Century Code is created
- 15 and enacted as follows:
- 16 Controversies to be arbitrated Arbitrators How named.
- A controversy arising out of a contract for an above grade road or street improvement under
- 18 this chapter must be submitted to arbitration. A contractor that voluntarily enters a contract for
- 19 the construction of an above grade road or street improvement is deemed to have agreed to
- 20 <u>arbitration of a controversy arising out of that contract. For a claim for less than one hundred</u>
- 21 thousand dollars, only one arbitrator may be jointly selected by the parties. For a claim for one
- 22 hundred thousand dollars or more, three persons comprise the arbitration board.
- SECTION 3. Section 48-01.2-12.1 of the North Dakota Century Code is created and
- 24 enacted as follows:

## 1 <u>48-01.2-12.1. Controversies to be arbitrated - Arbitrators - How named.</u>

- 2 <u>A controversy arising out of a contract for an above grade road or street improvement</u>
- 3 entered by a political subdivision under this chapter must be submitted to arbitration. A
- 4 contractor that voluntarily enters a contract for the construction of an above grade road or street
- 5 improvement is deemed to have agreed to arbitration of a controversy arising out of that
- 6 contract. For a claim for less than one hundred thousand dollars, only one arbitrator may be
- 7 jointly selected by the parties. For a claim for one hundred thousand dollars or more, three
- 8 persons comprise the arbitration board.