

**Sixty-ninth Legislative Assembly of North Dakota  
In Regular Session Commencing Tuesday, January 7, 2025**

HOUSE BILL NO. 1088  
(Industry, Business and Labor Committee)  
(At the request of the Insurance Commissioner)

AN ACT to amend and reenact section 26.1-01-03.3 of the North Dakota Century Code, relating to penalties for violation of the insurance title; and to provide a penalty.

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

**SECTION 1. AMENDMENT.** Section 26.1-01-03.3 of the North Dakota Century Code is amended and reenacted as follows:

**26.1-01-03.3. Penalty for violation of title.**

1. Unless otherwise provided by law, a person who violates this title is subject, after hearing by the commissioner, to payment of an administrative monetary ~~penalty~~fine of up to ten thousand dollars for each violation.
2. In addition to or in lieu of a monetary fine, the commissioner, after a hearing, may require restitution in the amount of direct financial loss be made to any person directly harmed by a violation of this title. The commissioner may not determine or adjudicate whether an obligation is owed under a policy or contract of insurance, or require a person to pay a claim or an amount claimed owed under a policy or contract of insurance.

Rob Weir  
Speaker of the House

Brad Behndahl  
President of the Senate

Buell T. Reich  
Chief Clerk of the House

Sharon Meyer  
Secretary of the Senate

This certifies that the within bill originated in the House of Representatives of the Sixty-ninth Legislative Assembly of North Dakota and is known on the records of that body as House Bill No. 1088.

House Vote:      Yeas 76                  Nays 13                  Absent 5

Senate Vote:      Yeas 45                  Nays 1                  Absent 1

Buell T. Reich  
Chief Clerk of the House

Received by the Governor at 10:05 A.M. on April 8th, 2025.

Approved at 4:33 P.M. on April 10th, 2025.

[Signature]  
Governor

Filed in this office this 11th day of April, 2025,

at 12:10 o'clock P.M.

Michael Howe  
Secretary of State