CHAPTER 2-05 AERONAUTICS COMMISSION

2-05-01. Aeronautics commission - Creation - Membership. The North Dakota aeronautics commission consists of five members. The governor shall appoint each member for a term of five years, except that a member appointed to fill a vacancy before the expiration of the term for which the member's predecessor was appointed must be appointed only for the remainder of the term. Each member shall serve until the appointment and qualification of the member's successor. Each member of the commission must be a qualified elector of this state. Any member of the commission may be removed by the governor for inefficiency, neglect of duty, or malfeasance in office. Each member of the commission shall receive compensation of seventy-five dollars for each day or portion of a day the member is actually engaged in the performance of the duties of the member's office and payment for mileage and travel expenses as provided in sections 44-08-04 and 54-06-09.

2-05-02. Director of aeronautics - Appointment - Qualifications - Compensation. A director of aeronautics must be appointed by the commission to serve at the pleasure of the commission. The director of aeronautics shall devote full time to the duties of the office, and shall have no pecuniary interest in or any stock or bonds of any civil aeronautical enterprises. The director of aeronautics shall receive such compensation as the commission may determine and must be reimbursed for all traveling and other expenses incurred by the director in the discharge of official duties, at the same rates and under the same conditions for the payment of traveling expenses and board and lodging as is provided in section 2-05-01.

2-05-03. Powers and duties of director. The director shall be the executive officer of the commission. The director shall attend all meetings of the commission, but has no voting power. At the direction of the commission, the director shall, together with the chairman of the commission, execute all contracts entered into by the commission which are legally authorized. The director shall appoint, subject to the approval of the commission, such employees as may be necessary for the proper discharge of the functions of the commission. The director shall act as the agent of the tax commissioner for purposes of enforcement of chapter 57-40.5. Whenever requested by the director of the department of transportation as provided in section 24-02-01.3, the director shall report administratively concerning all activities of the aeronautics commission.

2-05-04. Commission organization - Reports - Offices. Within thirty days after its appointment, the commission shall organize and adopt rules for its administration as it may determine to be expedient. The commission may submit a biennial report to the governor and the secretary of state in accordance with section 54-06-04. The commission shall maintain its office in the state capitol.

2-05-05. Duty of commission in development of aeronautics. The commission shall have general supervision over aeronautics within this state and shall:

- 1. Encourage the establishment of airports and air navigation facilities;
- 2. Cooperate with and assist the federal government, the municipalities of this state, and other persons in the development and coordination of all aeronautical activities;
- 3. Represent the state in aeronautical matters before state and federal agencies; and
- 4. Participate as party plaintiff or defendant or as intervener on behalf of the state or any municipality or citizen thereof in any controversy which involves the interest of the state in aeronautics.

2-05-06. Federal aid. The commission may act as agent of all municipalities in accepting, receiving, receipting for, and disbursing federal moneys, made available to finance, in whole or in part, the planning, acquisition, construction, improvement, maintenance, or operation of municipal airports or air navigation facilities. The commission, as principal on behalf of the

state, and for any municipality, may enter into any contracts, with the United States, with any municipality, or with any person, which may be required in connection with a grant or loan of federal moneys for municipal airport or air navigation facility purposes, provided that no contract may be entered into on behalf of any municipality except pursuant to written request of such municipality. All federal moneys accepted under this section must be accepted and transferred or expended by the commission upon such terms and conditions as are prescribed by the United States. All moneys received by the commission pursuant to this section must be deposited in the state treasury, and, unless otherwise prescribed by the authority from which such moneys were received, shall be kept in separate funds designated according to the purpose for which the moneys were made available, and held by the state for such purposes. All such moneys are hereby appropriated for the purposes, for which the same were made available, to be disbursed or expended in accordance with the terms and conditions upon which they were made available.

2-05-06.1. Authorization to accept federal or other moneys. The North Dakota aeronautics commission, or any county, city, park district, or township is authorized to accept, receive, and receipt for federal moneys, and other moneys, either public or private, for the acquisition, construction, enlargement, improvement, maintenance, equipment, or operation of airports and other air navigation facilities, and sites therefor, and to comply with the provisions of the laws of the United States and any rules and regulations made thereunder for the expenditure of federal moneys upon such airports and other air navigation facilities.

2-05-06.2. Designation of aeronautics commission as agent. The governing body of any political subdivision referred to in section 2-05-06.1 is authorized to designate the state aeronautics commission of the state as its agent to accept, receive, and receipt for federal moneys in its behalf for airport purposes and to contract for the acquisition, construction, enlargement, improvement, maintenance, equipment, or operation of such airports, or other air navigation facilities, and may enter into an agreement with such aeronautics commission prescribing the terms and conditions of such agency in accordance with federal laws, rules and regulations, and applicable laws of this state. Such moneys as are paid over by the United States government must be paid over to said municipality under such terms and conditions as may be imposed by the United States government in making such grant.

2-05-06.3. Contracts. All contracts for the acquisition, construction, enlargement, improvement, maintenance, equipment, or operation of airports or other air navigation facilities, made by any of the political subdivisions referred to in sections 2-05-06.1 and 2-05-06.2, by itself or through the agency of the aeronautics commission of the state, must be made pursuant to the laws of this state governing the making of like contracts; provided, however, that if such acquisition, construction, improvement, enlargement, maintenance, equipment, or operation is financed wholly or partly with federal moneys the municipality, or the aeronautics commission as its agent, may let contracts in the manner prescribed by the federal authorities, acting under the laws of the United States, and any rules or regulations made thereunder, notwithstanding any other state law to the contrary.

2-05-06.4. Declaration of purpose - Financial assistance to airports. The legislative assembly declares that the people of North Dakota are placing an ever-increasing reliance upon airline service for their transportation needs. The legislative assembly further declares that the existing methods of financing airports are inadequate to meet the growing needs, and that the property tax on real estate located within the boundaries of municipalities operating airports is frequently an inequitable method of financing airports, inasmuch as many persons served by airports do not live within these boundaries. It is the intent of the legislative assembly to provide a means of better serving all of the people of North Dakota, and to provide an equitable method of sharing the financial burdens of modern airline service without neglecting the needs of the general aviation airports.

2-05-06.5. State assistance for airports. Each public airport owned or operated by a public entity and each airport operated by an airport authority in this state which is served by at least one airline which is certified by the federal aviation administration or was at one time served by an airline certified by the federal aviation administration, but is served by a scheduled commuter airline certified by the North Dakota aeronautics commission may be provided

assistance according to guidelines established by the commission by rule, within the limits of legislative appropriations. The governing body or airport authority which operates an airport that receives assistance under this section shall deposit the moneys received in the same account or accounts as other airport funds are deposited and may expend the moneys as provided by law for other airport funds, including matching any funds made available by the United States.

2-05-07. State airways system. The state airways system shall consist of all air navigation facilities available for public use now existing or hereafter established, whether publicly or privately owned or except those under the jurisdiction of the federal government. Jurisdiction over the state airways system in matters of safety is vested in the aeronautics commission. The commission may expend state funds duly appropriated for such purpose in the interest of safety on any or all facilities of the system which serve a useful public purpose and satisfy a public need. The commission may make, promulgate, and amend reasonable safety rules, safety regulations, and safety procedures, and establish minimum safety standards covering the activities for each such facility.

2-05-08. Rules, regulations, standards. The commission may perform such acts, issue and amend such orders, and make, promulgate, and amend such reasonable rules, regulations, and procedures, and establish such minimum standards as it deems necessary.

2-05-09. Reckless operation of aircraft. Repealed by S.L. 1975, ch. 106, § 673.

2-05-10. Registration of airmen. Repealed by S.L. 1999, ch. 52, § 1.

2-05-11. Aircraft registration - Fees. The following procedures governing fees and registration apply:

1. Except as provided in section 2-05-11.3, every aircraft or ultralight vehicle operating within this state for more than thirty days must be registered with the aeronautics commission for each year in which the aircraft or ultralight vehicle is operated within this state, subject to rules adopted by the commission. The commission shall charge a fee for each such registration. The following fees apply: Gross Weight in Pounds Registration Fees

Gross weight in Pounds	Registration Fe
0 to 500	\$ 15.00
501 to 1,000	30.00
1,001 to 1,500	38.00
1,501 to 2,000	45.00
2,001 to 2,500	60.00
2,501 to 3,000	75.00
3,001 to 3,500	90.00
3,501 to 4,000	105.00
4,001 to 5,000	120.00
5,001 to 6,000	150.00
6,001 to 7,000	180.00
7,001 to 8,000	210.00
8,001 to 9,000	240.00
9,001 to 10,000	270.00
10,001 to 15,000	300.00
15,001 to 20,000	450.00
20,001 to 30,000	600.00
30,001 to 40,000	900.00
40,001 to 50,000	1,200.00
50,001 to 75,000	1,500.00
75,001 to 100,000	2,250.00
100,001 and over	3,000.00

The fees must be reduced ten percent each year after the initial registration, or if the aircraft is one year old or older and being registered for the first time, the fees must be reduced ten percent for each year after the year of manufacture of the aircraft,

until the fee reaches a figure equal to fifty percent of the original registration fee, which is the fee each year thereafter.

- 2. All weights must be based upon the maximum permissible take-off weight, except that the weights must be empty weights for all ultralight vehicles which are not certificated for maximum permissible take-off weight.
- 3. The aeronautics commission may charge a reasonable cost of service fee for registration of aircraft operated by state agencies, political subdivisions, or the civil air patrol in lieu of the regular registration fee.
- 4. All fees received under this section must be deposited in the aeronautics commission special fund.

2-05-11.1. Definitions. As used in sections 2-05-11.1 through 2-05-11.3, unless the context otherwise requires:

- 1. "Antique aircraft" means an aircraft built and originally federally certified by its manufacturer before January 1, 1941.
- 2. "Classic aircraft" means an aircraft built and originally federally certified by its manufacturer after January 2, 1941, and before January 1, 1948.
- 3. "Warbird aircraft" means an aircraft built before January 1, 1948, expressly for the purpose of military service.

2-05-11.2. Permanent registration of certain older aircraft. On making proper application to the commission and paying the fee required under section 2-05-11.3, the owner of an antique, classic, or warbird aircraft may permanently register that aircraft in accordance with this section. An aircraft so registered may be used only for display, airshow demonstration, testing, and maintenance, and preparation flights necessary to maintain flight safety of operations otherwise permitted under this section. An aircraft so registered cannot be used for conducting commercial or private aviation business. An aircraft entitled to a permanent registration may be transferred to a new owner under that permanent registration. The new owner is entitled to permanent registration as long as the owner qualifies in accordance with this section.

2-05-11.3. Fee for a permanent registration - Issuance of registration decal - Disposition of fee. The fee for a permanent registration under section 2-05-11.2 is eighty-five dollars. The commission shall prepare a distinctive decal denoting permanent registration under section 2-05-11.2. That decal must be displayed in the aircraft in the same manner required for the registration decal otherwise issued under this chapter. The fee must be deposited in the aeronautics commission special fund.

2-05-12. Licensing of air schools and aeronautics instructors. The commission may provide for the licensing of air schools, and of aeronautics instructors giving instructions in ground subjects pertaining to aeronautics. For each license it shall charge an annual fee of ten dollars. These funds must be deposited into the aeronautics commission special fund.

2-05-13. Investigations, hearings. The commission may hold investigations and hearings concerning matters covered by the provisions of this chapter which must be open to the public and must be held upon such call or notice as the commission deems advisable. Each member of the commission may administer oaths and issue subpoenas.

2-05-14. Enforcement of aeronautics laws. The commission, its members, the director, officers, and the employees of the commission, and every state patrolman and all peace officers shall enforce and assist in the enforcement of this chapter.

2-05-15. Common carrier certificate required. No person may engage in the business of a common carrier by aircraft unless there is in force a certificate issued by the commission

authorizing such person to engage in such business according to rules and regulations promulgated by the commission and after public hearing. The commission shall charge and collect the following fees for common carrier certificates:

For certificate	\$150.00
For transfer of certificate	50.00
For duplicate certificate	10.00

For the purposes of this section, "common carrier" means aircraft operating on a definite schedule between fixed termini.

2-05-15.1. Bond required. Before issuance or transfer of any common carrier certificate by aircraft as provided for in section 2-05-15 to any entity, the North Dakota aeronautics commission shall require such entity to post a bond issued by a licensed surety company, or in cash with the North Dakota aeronautics commission payable to the North Dakota aeronautics commission as trustee for the state tax commissioner, in an amount equal to the estimated annual taxes to be assessed upon such air transportation entity and assessed and collected pursuant to chapters 57-06, 57-07, 57-08, 57-13, and 57-32 for each calendar year that such air transportation entity holds a common carrier certificate issued or transferred to it by the state aeronautics commission, authorizing such holder to engage in the business of common carrier by aircraft operating on a definite schedule between fixed termini in North Dakota. The state aeronautics commission shall consult with the state tax commissioner and such air transportation entity to determine the estimated annual taxes to be assessed to each such air transportation entity and the state aeronautics commission shall set the bond amount based on reasonable estimates. The bond amount posted and required for each such air transportation entity must be secured by the state aeronautics commission, after such taxes become delinquent, in an amount equal to such taxes and penalties and the state aeronautics commission shall pay such proceeds to the state tax commissioner, after the state tax commissioner has notified the state aeronautics commission in writing that the taxes on such air transportation entity are delinquent and unpaid with the amount of taxes and penalties due. In the event such air transportation entity fails to sufficiently maintain its bond at any time, the state aeronautics commission shall take action to revoke any common carrier certificate by aircraft that such air transportation entity holds that was issued by the North Dakota aeronautics commission.

2-05-16. Filing of tariffs required. Every common carrier by aircraft shall file with the commission, and make available to the public, tariffs showing all rates, fares, and charges for air commerce between points served by it, and between points served by it and points by any other common carrier by aircraft when through air commerce service and rates have been established, together with all classifications, rules, and regulations applicable to such air commerce.

2-05-17. Penalty. Any person violating any of the provisions of this chapter is guilty of a class A misdemeanor.

2-05-18. License for aerial spraying - Fees - Rules - Penalty. A person may not engage in aerial spraying without a license from the North Dakota aeronautics commission. Application must be made by a commercial aerial sprayer in the name of the business and each application must be made upon forms provided by the commission. Upon the payment of a license fee, not to exceed two hundred dollars, and upon compliance with reasonable rules adopted by the commission for the safety and protection of persons and property, the commission shall issue a license to an applicant for an aerial spraying license. The license and fees provided in this section are in addition to any other license or registration required by law, and the proceeds must be deposited in the aeronautics commission special fund. A person violating this section or rules adopted under this section is guilty of a class B misdemeanor.

2-05-19. Cease and desist orders. The aeronautics commission may issue and serve upon any person, engaged in aerial spraying, an order to cease and desist when the commission has reason to believe the person is violating, has violated, or is attempting to violate this chapter or any rule adopted by the commission. An interested party may appeal the issuance of a cease and desist order under chapter 28-32 by filing written notice of appeal within seven days after service of the order. A hearing must be held within ten days after a notice of appeal has been

timely filed. A person who has been issued an order to cease and desist that has been determined to be final either through default or an adjudicative proceeding may not engage in aerial spraying for any other commercial applicator in this state.

2-05-20. Assessment of civil money penalties. The aeronautics commission may impose civil money penalties against any person willfully violating an order to cease and desist or any provision of this chapter or any of the rules adopted by the commission in an amount not to exceed five hundred dollars for each violation. As used in this section, the term "willfully" means that the person engaged in the conduct intentionally, knowingly, or recklessly. An interested party may appeal the assessment of civil money penalties under chapter 28-32 by filing written notice of appeal within twenty days after service of the assessment of civil money penalties. A civil money penalty collected under this section must be paid to the state treasurer and deposited in the aeronautics commission's special fund.