

1.1 moves to amend H.F. No. 533 as follows:

1.2 Page 7, delete section 8 and insert:

1.3 "Sec. 8. Laws 2017, First Special Session chapter 6, article 5, section 11, is amended to
1.4 read:

1.5 **Sec. 11. MORATORIUM ON CONVERSION TRANSACTIONS.**

1.6 (a) Notwithstanding Laws 2017, chapter 2, article 2, a nonprofit ~~health~~ service plan
1.7 corporation operating under Minnesota Statutes, chapter 62C, ~~or~~; a nonprofit health
1.8 maintenance organization operating under Minnesota Statutes, chapter 62D, as of January
1.9 1, 2017; or a direct or indirect parent, subsidiary, or other affiliate of such an entity, may
1.10 only merge or consolidate with; or convert, or transfer all or a substantial portion material
1.11 amount of its assets to an entity that is a corporation organized under Minnesota Statutes,
1.12 chapter 317A. For purposes of this section, "material amount" means the lesser of ten percent
1.13 of such an entity's total net admitted assets as of December 31 of the preceding year, or
1.14 \$10,000,000.

1.15 (b) Paragraph (a) does not apply if the nonprofit service plan corporation or nonprofit
1.16 health maintenance organization files an intent to dissolve due to insolvency of the
1.17 corporation in accordance with Minnesota Statutes, chapter 317A, or insolvency proceedings
1.18 are commenced under Minnesota Statutes, chapter 60B.

1.19 (c) Nothing in this section shall be construed to authorize a nonprofit health maintenance
1.20 organization or a nonprofit ~~health~~ service plan corporation to engage in any transaction or
1.21 activities not otherwise permitted under state law.

1.22 (d) This section expires July 1, ~~2019~~ 2029.

1.23 **EFFECTIVE DATE.** This section is effective the day following final enactment."