

1.1 moves to amend H.F. No. 3138, the delete everything amendment
1.2 (A18-0776), as follows:

1.3 Page 68, after line 4, insert:

1.4 "Sec. 2. Minnesota Statutes 2016, section 62A.65, subdivision 7, is amended to read:

1.5 Subd. 7. **Short-term coverage.** (a) For purposes of this section, "short-term coverage"
1.6 means an individual health plan that:

1.7 (1) is issued to provide coverage for a period of ~~185 days or less, except that the health~~
1.8 ~~plan may permit coverage to continue until the end of a period of hospitalization for a~~
1.9 ~~condition for which the covered person was hospitalized on the day that coverage would~~
1.10 ~~otherwise have ended~~ than 12 months;

1.11 (2) is ~~nonrenewable, provided that the health carrier may provide coverage for one or~~
1.12 ~~more subsequent periods that satisfy clause (1), if the total of the periods of coverage do~~
1.13 ~~not exceed a total of 365 days out of any 555-day period, plus any additional days covered~~
1.14 ~~as a result of hospitalization on the day that a period of coverage would otherwise have~~
1.15 ~~ended~~ may be renewed for an additional period meeting the requirements of clause (1); and

1.16 (3) does not cover any preexisting conditions for the first six months of coverage,
1.17 including ones that originated during a previous identical policy or contract with the same
1.18 health carrier where coverage was continuous between the previous and the current policy
1.19 or contract; ~~and.~~

1.20 ~~(4) is available with an immediate effective date without underwriting upon receipt of~~
1.21 ~~a completed application indicating eligibility under the health carrier's eligibility~~
1.22 ~~requirements, provided that coverage that includes optional benefits may be offered on a~~
1.23 ~~basis that does not meet this requirement.~~

1.24 (b) Short-term coverage is not subject to subdivisions 2 and 5. Short-term coverage may
1.25 exclude as a preexisting condition any injury, illness, or condition for which the covered

2.1 person had medical treatment, symptoms, or any manifestations before the effective date
2.2 of the coverage, but dependent children born or placed for adoption during the policy period
2.3 must not be subject to this provision.

2.4 ~~(c) Notwithstanding subdivision 3, and section 62A.021, a health carrier may combine~~
2.5 ~~short-term coverage with its most commonly sold individual qualified plan, as defined in~~
2.6 ~~section 62E.02, other than short-term coverage, for purposes of complying with the loss~~
2.7 ~~ratio requirement.~~

2.8 ~~(d) The 365-day coverage limitation provided in paragraph (a) applies to the total number~~
2.9 ~~of days of short-term coverage that covers a person, regardless of the number of policies,~~
2.10 ~~contracts, or health carriers that provide the coverage. A written application for short-term~~
2.11 ~~coverage must ask the applicant whether the applicant has been covered by short-term~~
2.12 ~~coverage by any health carrier within the 555 days immediately preceding the effective date~~
2.13 ~~of the coverage being applied for. Short-term coverage issued in violation of the 365-day~~
2.14 ~~limitation is valid until the end of its term and does not lose its status as short-term coverage,~~
2.15 ~~in spite of the violation. A health carrier that knowingly issues short-term coverage in~~
2.16 ~~violation of the 365-day limitation is subject to the administrative penalties otherwise~~
2.17 ~~available to the commissioner of commerce or the commissioner of health, as appropriate."~~

2.18 Page 76, after line 20, insert:

2.19 "Sec. 10. **REPEALER.**

2.20 Minnesota Statutes 2016, section 62A.65, subdivision 7a, is repealed."

2.21 Renumber the sections in sequence and correct the internal references