

1.1 ..... moves to amend H.F. No. 4853 as follows:

1.2 Page 1, delete article 1 and insert:

1.3 "ARTICLE 1

1.4 **OVERSIGHT OF HEALTH MAINTENANCE ORGANIZATION TRANSACTIONS**

1.5 Section 1. **[62D.221] OVERSIGHT OF TRANSACTIONS.**

1.6 Subdivision 1. Insurance provisions applicable to health maintenance

1.7 **organizations.** (a) Health maintenance organizations are subject to sections 60A.135,  
1.8 60A.136, 60A.137, 60A.16, 60A.161, 60D.17, 60D.18, and 60D.20 and must comply with  
1.9 the provisions of these sections applicable to insurers. In applying these sections to health  
1.10 maintenance organizations, "the commissioner" shall mean the commissioner of health.  
1.11 Health maintenance organizations are subject to Minnesota Rules, chapter 2720 as applicable  
1.12 to sections 60D.17, 60D.18, and 60D.20, and must comply with those provisions of the  
1.13 chapter applicable to insurers unless the commissioner of health adopts rules to implement  
1.14 this subdivision.

1.15 (b) In addition to the conditions in section 60D.17, subdivision 1 subjecting a health  
1.16 maintenance organization to filing requirements, no person other than the issuer shall acquire  
1.17 all or substantially all of the assets of a domestic nonprofit health maintenance organization  
1.18 through any means unless at the time the offer, request, or invitation is made or the agreement  
1.19 is entered into the person has filed with the commissioner and has sent to the health  
1.20 maintenance organization a statement containing the information required in section 60D.17  
1.21 and the offer, request, invitation, agreement, or acquisition has been approved by the  
1.22 commissioner of health in the manner prescribed in section 60D.17.

1.23 Subd. 2. Conversion transactions. If a health maintenance organization must notify or  
1.24 report a transaction to the commissioner under subdivision 1, the health maintenance

2.1 organization must include information regarding the plan for a conversion benefit entity,  
2.2 in the form and manner determined by the commissioner, if the reportable transaction  
2.3 qualifies as a conversion transaction as defined in section 145D.30, subdivision 5. The  
2.4 commissioner may consider information regarding the conversion transaction and the  
2.5 conversion benefit entity plan in any actions taken under subdivision 1, including in decisions  
2.6 to approve or disapprove transactions, and may extend timeframes to a total of 90 days,  
2.7 with notice to the parties to the transaction."

2.8 Page 28, line 18, delete "and" and insert ". Section 13.39 applies"

2.9 Page 28, line 26, delete "62D.31 to 62D.35" and insert "62D.221"