

1.1 moves to amend H.F. No. 5, the first engrossment, as follows:

1.2 Page 10, delete section 9 and insert:

1.3 "Sec. 9. Minnesota Statutes 2016, section 297I.05, is amended by adding a subdivision
1.4 to read:

1.5 Subd. 4a. **Health carriers.** (a) A tax is imposed on insurance companies licensed under
1.6 chapter 60A to offer, sell, or issue a policy of accident and sickness insurance as defined
1.7 in section 62A.01, nonprofit health service plan corporations operating under chapter 62C,
1.8 health maintenance organizations operating under chapter 62D, fraternal benefit societies
1.9 operating under chapter 64B, and joint self-insurance employee health plans operating under
1.10 chapter 62H. The rate of tax is equal to one percent of the total amount of claims paid by
1.11 the corporation, organization, society, or health plan, in the calendar year, with no deduction
1.12 for claims wholly or partially reimbursed through stop-loss insurance.

1.13 (b) The commissioner shall deposit all revenues, including penalties and interest, collected
1.14 under this subdivision from insurance companies licensed under chapter 60A to offer, sell,
1.15 or issue a policy of accident and sickness insurance as defined in section 62A.01, nonprofit
1.16 health service plan corporations operating under chapter 62C, health maintenance
1.17 organizations operating under chapter 62D, fraternal benefit societies operating under chapter
1.18 64B, and joint self-insurance employee health plans operating under chapter 62H in the
1.19 premium security plan account. Refunds of overpayments of tax imposed by this subdivision
1.20 must be paid from the premium security plan account. There is annually appropriated from
1.21 the premium security plan account to the commissioner the amount necessary to make any
1.22 refunds of the tax imposed under this subdivision.

2.1 Sec. 10. Minnesota Statutes 2016, section 297I.05, is amended by adding a subdivision
2.2 to read:

2.3 Subd. 4b. **Administrators of self-insurance plans.** (a) A tax is imposed on administrators
2.4 of self-insurance plans. For purposes of this subdivision "administrators of self-insurance
2.5 plans" means entities that, for compensation:

2.6 (1) process, review, or pay claims;

2.7 (2) establish or operate funds and accounts; or

2.8 (3) otherwise provide necessary administrative services in connection with the operation
2.9 of self-insurance plans.

2.10 The rate of tax is equal to one percent of the total amount of claims paid by administrators
2.11 during the calendar year, with no deduction for claims wholly or partially reimbursed through
2.12 stop-loss insurance.

2.13 (b) The commissioner shall deposit all revenues, including penalties and interest, collected
2.14 under this subdivision from administrators of self-insurance plans in the premium security
2.15 plan account. Refunds of overpayments of tax imposed by this subdivision must be paid
2.16 from the premium security plan account. There is annually appropriated from the premium
2.17 security plan account to the commissioner the amount necessary to make any refunds of
2.18 the tax imposed under this subdivision.

2.19 Sec. 11. Minnesota Statutes 2016, section 297I.05, subdivision 5, is amended to read:

2.20 **Subd. 5. Health maintenance organizations, nonprofit health service plan**
2.21 **corporations, and community integrated service networks.** (a) A tax is imposed on health
2.22 maintenance organizations, community integrated service networks, and nonprofit health
2.23 care service plan corporations. The rate of tax is equal to one percent of gross premiums
2.24 less return premiums on all direct business received by the organization, network, or
2.25 corporation or its agents in Minnesota, in cash or otherwise, in the calendar year.

2.26 (b) The commissioner shall deposit all revenues, including penalties and interest, collected
2.27 under this ~~chapter~~ subdivision from health maintenance organizations, community integrated
2.28 service networks, and nonprofit health service plan corporations in the health care access
2.29 fund. Refunds of overpayments of tax imposed by this subdivision must be paid from the
2.30 health care access fund. There is annually appropriated from the health care access fund to
2.31 the commissioner the amount necessary to make any refunds of the tax imposed under this
2.32 subdivision."

- 3.1 Renumber the sections in sequence and correct the internal references
- 3.2 Amend the title accordingly