## Senator Marty from the Committee on Finance, to which was re-referred

- S.F. No. 2216: A bill for an act relating to commerce; establishing a budget for the 1.2 Department of Commerce; adding, modifying, and eliminating various provisions governing 1.3 insurance, financial institutions, commercial regulations and consumer protection, and 1.4 telecommunications; modifying cannabis provisions; modifying fees assessed by the 1.5 Department of Commerce; establishing a common interest community ombudsperson and 1.6 a common interest community register; classifying data; making technical changes; 1.7 appropriating money; amending Minnesota Statutes 2024, sections 45.027, subdivisions 1, 1.8 2, by adding a subdivision; 45.24; 46A.04; 47.20, subdivisions 2, 4a, 8; 47.77; 53B.61; 1.9 55.07, by adding a subdivision; 58B.02, subdivision 8a; 58B.051; 60A.201, subdivision 2, 1.10 by adding a subdivision; 60C.09, subdivision 2; 60D.09, by adding a subdivision; 60D.15, 1.11 1.12 subdivisions 4, 7, by adding subdivisions; 60D.16, subdivision 2; 60D.17, subdivision 1; 60D.18, subdivision 3; 60D.19, subdivision 4, by adding subdivisions; 60D.20, subdivision 1.13 1; 60D.217; 60D.22, subdivisions 1, 3, 6, by adding a subdivision; 60D.24, subdivision 2; 1.14 60D.25; 62A.31, subdivisions 1r, 1w; 62A.65, subdivisions 1, 2, by adding a subdivision; 1.15 62D.12, subdivisions 2, 2a; 62D.121, subdivision 1; 62D.221, by adding a subdivision; 1.16 62J.26, subdivisions 1, 2, 3, by adding subdivisions; 62Q.73, subdivision 4; 65A.01, 1.17 subdivision 3c; 72A.20, by adding a subdivision; 80A.65, subdivision 2; 80A.66; 80E.12; 1.18 116.943, subdivisions 1, 5; 168.27, by adding a subdivision; 216B.40; 216B.62, by adding 1.19 a subdivision; 325E.3892, subdivisions 1, 2; 325F.072, subdivision 3; 325G.24, subdivision 1.20 2; 334.01, subdivision 2; 342.17; 342.37, by adding subdivisions; Laws 2023, chapter 63, 1.21 article 9, section 5; proposing coding for new law in Minnesota Statutes, chapters 45; 60D; 1.22 62A; 168A; 216B; 237; 239; 325F; 515B. 1.23 1.24 Reports the same back with the recommendation that the bill be amended as follows:
- Page 2, line 12, delete "<u>41,318,000</u>" and insert "<u>41,339,000</u>" and delete "<u>41,281,000</u>" and insert "<u>41,302,000</u>"
- Page 2, line 15, delete "<u>38,625,000</u>" and insert "<u>38,646,000</u>" and delete "<u>38,588,000</u>" and insert "<u>38,609,000</u>"
- Page 2, line 22, delete "<u>2,933,000</u>" and insert "<u>2,954,000</u>" and delete "<u>2,933,000</u>" and insert "<u>2,954,000</u>" and insert "<u>2,954,000</u>"
- Page 3, line 1, delete "\$441,000" and insert "\$462,000"
- Page 3, after line 25, insert:

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- 1.33 "(g) \$75,000 each year is for copper metal
- 1.34 licensing and enforcement under Minnesota
- 1.35 Statutes, section 325E.21."
- Page 5, after line 18, insert:
- 1.37 "\$1,341,000 the first year and \$1,520,000 the
- second year are for cannabis scale and
- packaging inspections."
- Page 5, after line 20, insert:

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- "\$690,000 each year is for testing products 2.1 regulated under Minnesota Statutes, section 2.2 2.3 151.72, and chapter 342. \$632,000 the first year and \$696,000 the 2.4 second year is for operating a state reference 2.5 laboratory." 2.6 Page 16, delete section 10 2.7 Page 17, delete section 11 2.8 Page 18, line 2, delete "\$60" and insert "\$85" 2.9 Page 23, after line 12, insert: 2.10 "EFFECTIVE DATE. This section is effective August 1, 2026." 2.11 Page 33, line 15, delete "clause (4)" and insert "paragraph (b), clause (3)" 2.12 Page 33, line 16, delete "subdivision 2a, paragraph (a), clause (2)" and insert "subdivision 2.13 2, paragraph (b), clause (3)" 2.14 Page 37, after line 17, insert: 2.15 "Sec. 15. Minnesota Statutes 2024, section 62Q.73, subdivision 4, is amended to read: 2.16 Subd. 4. Contract. Pursuant to a request for proposal, the commissioner of administration, 2.17 in consultation with the commissioners of health and commerce, shall must contract with 2.18 at least three organizations more than one organization or business entities entity to provide 2.19 independent external reviews of all adverse determinations submitted for external review. 2.20 The contract shall must ensure that the fees for services rendered in connection with the 2.21 reviews are reasonable." 2.22 2.23 Page 42, after line 12, insert: "Sec. 7. Minnesota Statutes 2024, section 60C.09, subdivision 2, is amended to read: 2.24 Subd. 2. Further definition. In addition to subdivision 1, a covered claim does not 2.25 include: 2.26
- 2.27 (1) claims by an affiliate of the insurer;
- 2.28 (2) claims due a reinsurer, insurer, insurance pool, or underwriting association, as 2.29 subrogation recoveries, reinsurance recoveries, contribution, indemnification, or otherwise.

insurer or its liquidator, but the claims shall not be asserted against another person, including

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3.2	the person to whom the benefits were paid or the insured of the insolvent insurer, except to
3.3	the extent that the claim is outside the coverage of the policy issued by the insolvent insurer;
3.4	and and
3.5	(3) any claims, resulting from insolvencies which occur after July 31, 1996, by an insured
3.6	whose net worth exceeds \$25,000,000 on December 31 of the year prior to the year in which
3.7	the insurer becomes an insolvent insurer; provided that an insured's net worth on that date
3.8	shall be deemed to include the aggregate net worth of the insured and all of its subsidiaries
3.9	and affiliates as calculated on a consolidated basis. The association may request financial
3.10	information from an insured to determine the insured's net worth under this clause. If an
3.11	insured fails to provide the requested financial information within 60 days of the date the
3.12	association submits a request, the insured's net worth is deemed to exceed \$25,000,000 for
3.13	purposes of the association's evaluation of the claim under section 60C.10. A request by
3.14	the association to an insured seeking financial information under this clause must inform
3.15	the insured of the consequences of failing to provide the requested information;
3.16	(4) any claims under a policy written by an insolvent insurer with a deductible or
3.17	self-insured retention of \$300,000 or more, nor that portion of a claim that is within an
3.18	insured's deductible or self-insured retention; and
3.19	(5) claims that are a fine, penalty, interest, or punitive or exemplary damages."
3.20	Page 89, line 9, before the semicolon, insert ", except those where cadmium is contained
3.21	in a vitreous enamel in a nonfood contact surface"
3.22	Renumber the sections in sequence
3.23	Amend the title numbers accordingly
3.24	And when so amended the bill do pass. Amendments adopted. Report adopted.
	(Committee Chair)
3.25 3.26	(Committee Chair)
3.27	April 21, 2025
3.28	(Date of Committee recommendation)