

Fifty-eighth
Legislative Assembly
of North Dakota

ENGROSSED HOUSE BILL NO. 1233

Introduced by

Representatives Keiser, N. Johnson

Senators Klein, Mutch

1 A BILL for an Act to amend and reenact subsection 5 of section 26.1-17-33.1 of the North
2 Dakota Century Code, relating to the powers of nonprofit mutual insurance companies; and to
3 declare an emergency.

4 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

5 **SECTION 1. AMENDMENT.** Subsection 5 of section 26.1-17-33.1 of the North Dakota
6 Century Code is amended and reenacted as follows:

7 5. A nonprofit mutual insurance company may form a ~~stock~~ wholly owned company
8 for the purpose of administering medicare claims and engaging in other business
9 activities that do not accept insurance risk. A company established under this
10 subsection may form a joint venture or subsidiary to conduct one or more of the
11 functions the nonprofit mutual insurance company could conduct directly. An
12 officer, a director, or a management employee of the nonprofit mutual insurance
13 company may not directly or indirectly own an interest in a subsidiary.

14 **SECTION 2. EMERGENCY.** This Act is declared to be an emergency measure.