Sixty-eighth Legislative Assembly of North Dakota

SENATE BILL NO. 2349

Introduced by

Senators Klein, Lemm, Wanzek

Representatives Brandenburg, D. Johnson, Vigesaa

- 1 A BILL for an Act to create and enact a new section to chapter 26.1-02 of the North Dakota
- 2 Century Code, relating to exemption from insurance regulations for nonprofit agricultural
- 3 membership organizations.

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

- 5 **SECTION 1.** A new section to chapter 26.1-02 of the North Dakota Century Code is created and enacted as follows:
- 7 <u>Nonprofit agricultural membership organizations.</u>
- A nonprofit agricultural membership organization is not subject to this title or the
 jurisdiction of the commissioner. Health care coverage provided by a nonprofit
 agricultural membership organization to members of the organization is not insurance
- 11 <u>regulated under this title.</u>
- 12 <u>2. Any risk arising out of the health care coverage provided by a nonprofit agricultural</u>
- membership organization or an affiliate of the organization may be reinsured by a
- 14 <u>company authorized to conduct insurance in this state.</u>
- 15 <u>3. As used in this section, "nonprofit agricultural membership organization" means an</u>
- organization incorporated under the laws of this state before August 1, 2023, for the
- purpose of promoting the interests of farmers in the state, or an affiliate of the
- organization, which organization or affiliate provides health coverage for members and
- the families of the members pursuant to a contract between the member and the
- organization or affiliate.