

A bill for an act

relating to creditors remedies; exempting certain life insurance proceeds and the cash surrender value of certain life insurance contracts from attachment, garnishment, or sale; amending Minnesota Statutes 2008, section 550.37, subdivisions 10, 23.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. Minnesota Statutes 2008, section 550.37, subdivision 10, is amended to read:

Subd. 10. **Insurance proceeds.** All money received by, or payable to, a surviving spouse or child from insurance payable at the death of a spouse, or parent, not exceeding ~~\$20,000~~ \$43,000. The ~~\$20,000~~ \$43,000 exemption provided by this subdivision shall be increased by ~~\$5,000~~ \$10,500 for each dependent of the surviving spouse or child.

Sec. 2. Minnesota Statutes 2008, section 550.37, subdivision 23, is amended to read:

Subd. 23. **Life insurance ~~aggregate interest~~ cash value.** ~~The debtor's aggregate interest not to exceed in value \$4,000~~ An amount sufficient to fall within the cash value corridor of a life insurance contract, as specified in United States Code, title 26, section 7702, subsection (d), in any ~~accrued dividend or interest under or loan value of any~~ unmatured life insurance contract owned by the debtor under which the insured is the debtor or an individual of whom the debtor is a dependent.