

Department of Commerce**Proposed Expedited Permanent Rules Relating to Automobile Self Insurance****2770.6200 DEFINITIONS.**

[For text of subparts 1 to 9, see Minnesota Rules]

Subp. 10. **Working capital.** "Working capital" means current assets minus current liabilities as stated in the balance sheet of the applicant's certified financial statements.

2770.6500 AUTHORIZATION STANDARDS.

[For text of subpart 1, see Minnesota Rules]

Subp. 2. **All other applicants.** The commissioner shall grant self-insurance authority to an applicant that is not a political subdivision if the following conditions are satisfied:

- A. the applicant satisfies subpart 1, item B;
- B. either the applicant alone or the parent company alone:

[For text of subitems (1) to (4), see Minnesota Rules]

(5) had positive ~~net funds flow~~ working capital during the last five-year period and in at least three of those years; and

C. neither the applicant nor its parent company, if one exists, has sought protection under the United States Bankruptcy Code during the last three years; ~~and~~.

~~D. the funds flow~~ Notwithstanding the conditions under items A to C, the commissioner may grant self-insurance authority to an applicant that is not a political subdivision and that has not had positive working capital in at least three years of the last five-year period if the working capital, debt structure, profitability, and overall financial integrity of the applicant and its parent company, if one exists, demonstrate a continuing ability of the applicant to satisfy any financial obligations that have been and might be incurred under the no-fault act.

2770.7300 REVOCATION OF SELF-INSURANCE AUTHORITY.

The commissioner ~~shall~~ may revoke a self-insurer's authorization to self-insure:

[For text of items A and B, see Minnesota Rules]