

Department of Commerce

Adopted 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 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.

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.

2.1 **2770.7300 REVOCATION OF SELF-INSURANCE AUTHORITY.**

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

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