

Exhibit 13

James Veach - Re: Natalie: could you call kwikly re: health Republic? Regards, Jim

From: Natalie Bernardi <bernardi@nysenate.gov>
To: "James Veach" <JVeach@moundcotton.com>
Date: 10/27/2016 2:09 PM
Subject: Re: Natalie: could you call kwikly re: health Republic? Regards, Jim

Here is the language regarding that was enacted as part of the NYS 2016-17 State Budget:

PART LL

35 Section 1. The state finance law is amended by adding a new section
 36 99-y to read as follows:
 37 § 99-y. Health republic insurance of New York fund. 1. There is hereby
 38 established in the joint custody of the state comptroller and the super-
 39 intendent of the department of financial services a special fund to be
 40 known as the "health republic insurance of New York fund".
 41 2. (a) Such fund shall consist of transfers as authorized by the
 42 director of the budget, in his or her sole discretion, between April
 43 first, two thousand sixteen and March thirty-first, two thousand nine-
 44 teen, from amounts collected as a result of a judgement, stipulation,
 45 decree, agreement to settle, assurance of discontinuance, or other legal
 46 instrument resolving any claim or cause of action, whether filed or
 47 unfiled, actual or potential, and whether arising under common law,
 48 equity, or any provision of law, and all other monies appropriated,
 49 credited, or transferred thereto from any other fund or source pursuant
 50 to law.
 51 (b) Paragraph (a) of this subdivision shall not apply to: (i) moneys
 52 to be distributed to the federal government, to a local government, or
 53 to any holder of a bond or other debt instrument issued by the state,
 54 any public authority, or any public benefit corporation; (ii) moneys to
 S. 6406--C 76 A. 9006--C

1 be distributed solely or exclusively as a payment of damages or restitu-
 2 tion to individuals or entities that were specifically injured or harmed
 3 by the defendant's or settling party's conduct and that are identified
 4 in, or can be identified by the terms of, the relevant judgment, agree-
 5 ment to settle, assurance of discontinuance, or relevant instrument
 6 resolving the claim or cause of action; (iii) moneys recovered or
 7 obtained by a state agency or a state official or employee acting in
 8 their official capacity where application of paragraph (a) of this
 9 subdivision is prohibited by federal law, rule, or regulation, or would
 10 result in the reduction or loss of federal funds or eligibility for
 11 federal benefits pursuant to federal law, rule, or regulation; (iv)
 12 moneys recovered or obtained by or on behalf of a public authority, a
 13 public benefit corporation, the department of taxation and finance, the
 14 workers' compensation board, the New York state higher education
 15 services corporation, the tobacco settlement financing corporation, a
 16 state or local retirement system, an employee health benefit program

17 administered by the New York state department of civil service, the
 18 Title IV-D child support fund, the lottery prize fund, the abandoned
 19 property fund, or an endowment of the state university of New York or
 20 any unit thereof or any state agency, provided that all of the moneys
 21 received or recovered are immediately transferred to the relevant public
 22 authority, public benefit corporation, department, fund, program, or
 23 endowment; (v) moneys to be refunded to an individual or entity as (1)
 24 an overpayment of a tax, fine, penalty, fee, insurance premium, loan
 25 payment, charge or surcharge; (2) a return of seized assets; or (3) a
 26 payment made in error; and (vi) moneys to be used to prevent, abate,
 27 restore, mitigate, or control any identifiable instance of prior or
 28 ongoing water, land or air pollution.
 29 3. Monies shall be paid out of this fund at the discretion of the
 30 superintendent of the department of financial services only pursuant to
 31 appropriation and the terms to be set forth in a future chapter of law.
 32 4. Monies shall be paid out of this fund only after the distribution
 33 of all assets in connection with a liquidation proceeding of Health
 34 Republic Insurance of New York filed pursuant to article seventy-four of
 35 the insurance law has been completed.
 36 5. Monies shall be paid out of this fund on the audit and warrant of
 37 the state comptroller on vouchers certified or approved by the super-
 38 intendent of the department of financial services.
 39 § 2. This act shall take effect immediately.

Natalie A. Bernardi, Committee Counsel/Director
 Senate Insurance Committee
 Senator James L. Seward, Chair
 430 CAP
 Albany, NY 12247
 518-455-3131

From: "James Veach" <JVeach@moundcotton.com>
 To: <bernardi@nysenate.gov>
 Date: 10/27/2016 01:38 PM
 Subject: Natalie: could you call kwikly re: health Republic? Regards, Jim

James Veach
 Mound, Cotton, Wollan & Greengrass
 One New York Plaza
 New York, NY 10004
 (212) 804-4233
 (212) 344-8066

The information contained in this electronic message is confidential, intended solely for the addressee (s), and may constitute privileged communications or attorney work product. Any unauthorized access, use, reproduction, transmission, disclosure, or dissemination is prohibited. Neither MOUND, COTTON, WOLLAN & GREENGRASS LLP nor the author assumes any legal liability or responsibility for any incorrect, misleading, or altered information contained in this electronic message.