

(1) A RISK RETENTION GROUP MAY NOT JOIN OR CONTRIBUTE FINANCIALLY TO AN INSURANCE INSOLVENCY GUARANTY FUND OR SIMILAR MECHANISM IN THE STATE.

(2) A RISK RETENTION GROUP AND ITS INSURED MAY NOT RECEIVE A BENEFIT FROM AN INSURANCE INSOLVENCY GUARANTY FUND OR SIMILAR MECHANISM FOR CLAIMS ARISING OUT OF THE OPERATIONS OF THE RISK RETENTION GROUP.

(B) RISKS OF PURCHASING GROUP MEMBERS.

(1) WHEN A PURCHASING GROUP OBTAINS INSURANCE THAT COVERS THE RISKS OF ITS MEMBERS FROM AN UNAUTHORIZED INSURER OR FROM A RISK RETENTION GROUP, THE RISKS, WHETHER RESIDENT OR LOCATED, MAY NOT BE COVERED BY AN INSURANCE INSOLVENCY GUARANTY FUND OR SIMILAR MECHANISM IN THE STATE.

(2) WHEN A PURCHASING GROUP OBTAINS INSURANCE THAT COVERS THE RISKS OF ITS MEMBERS FROM AN AUTHORIZED INSURER, ONLY RISKS RESIDENT OR LOCATED IN THE STATE SHALL BE COVERED BY THE PROPERTY AND CASUALTY INSURANCE GUARANTY CORPORATION UNDER TITLE 9, SUBTITLE 3 OF THIS ARTICLE.

REVISOR'S NOTE: This section formerly was Art. 48A, § 620.

In subsection (b)(1) of this section, the reference to an insurance "insolvency" guaranty fund is added to conform to language used in subsection (a) of this section.

The only other changes are in style.

Defined terms: "Authorized insurer" § 1-101

"Insurance" § 25-101

"Purchasing group" § 25-101

"Risk retention group" § 25-101

"Unauthorized insurer" § 1-101

25-105. COUNTERSIGNATURE OF POLICY.

A POLICY ISSUED TO A RISK RETENTION GROUP OR A MEMBER OF THAT RISK RETENTION GROUP MAY NOT BE REQUIRED TO BE COUNTERSIGNED.

REVISOR'S NOTE: This section formerly was Art. 48A, § 621.

The only changes are in style.

Defined terms: "Policy" § 1-101

"Risk retention group" § 25-101

25-106. PURCHASING GROUPS.

(A) APPLICABILITY OF STATE LAWS.