

OF THE VOLUNTEER FIRE, RESCUE SQUAD, OR AMBULANCE SERVICE ORGANIZATION, FOR THE BENEFIT OF PERSONS OTHER THAN THE POLICYHOLDER, SUBJECT TO THE FOLLOWING REQUIREMENTS:

(1) THE MEMBERS ELIGIBLE FOR INSURANCE UNDER THE POLICY SHALL BE ALL REGISTERED MEMBERS OF A VOLUNTEER FIRE, RESCUE SQUAD, OR AMBULANCE SERVICE ORGANIZATION.

(2) THE PREMIUM FOR THE POLICYHOLDER, SHALL BE PAID EITHER WHOLLY FROM THE FUNDS OF THE VOLUNTEER FIRE, RESCUE SQUAD, OR AMBULANCE SERVICE ORGANIZATION, OR PARTLY FROM FUNDS OF THE VOLUNTEER FIRE, RESCUE SQUAD, OR AMBULANCE SERVICE ORGANIZATION AND PARTLY FROM FUNDS CONTRIBUTED BY THE INSURED MEMBERS OF THAT VOLUNTEER FIRE, RESCUE SQUAD, OR AMBULANCE SERVICE ORGANIZATION SPECIFICALLY FOR THEIR INSURANCE. A POLICY MAY NOT BE ISSUED ON WHICH THE ENTIRE PREMIUM IS TO BE DERIVED FROM FUNDS CONTRIBUTED BY THE INSURED MEMBERS SPECIFICALLY FOR THEIR INSURANCE. A POLICY ON WHICH PART OF THE PREMIUM IS TO BE DERIVED FROM FUNDS CONTRIBUTED BY THE INSURED PERSONS SPECIFICALLY FOR THEIR INSURANCE MAY BE PLACED IN FORCE ONLY IF AT LEAST 75 PERCENT OF THE THEN-ELIGIBLE PERSONS, EXCLUDING ANY AS TO WHOM EVIDENCE OF INDIVIDUAL INSURABILITY IS NOT SATISFACTORY TO THE INSURER, ELECT TO MAKE THE REQUIRED CONTRIBUTIONS. A POLICY ON WHICH NO PART OF THE PREMIUM IS TO BE DERIVED FROM FUNDS CONTRIBUTED BY THE INSURED PERSONS SPECIFICALLY FOR THEIR INSURANCE MUST INSURE ALL ELIGIBLE PERSONS OR ALL EXCEPT ANY AS TO WHOM EVIDENCE OF INDIVIDUAL INSURABILITY IS NOT SATISFACTORY TO THE INSURER.

(3) THE POLICY MUST COVER AT DATE OF ISSUE AT LEAST 15 REGISTERED MEMBERS PER VOLUNTEER FIRE, RESCUE SQUAD, OR AMBULANCE SERVICE ORGANIZATION.

(4) THE AMOUNTS OF INSURANCE UNDER THE POLICY MUST BE BASED UPON SOME PLAN PRECLUDING INDIVIDUAL SELECTION EITHER BY THE INSURED PERSONS OR BY THE POLICYHOLDER.

SECTION 2. AND BE IT FURTHER ENACTED, That Section 417 of Article 48A - Insurance Code, of the Annotated Code of Maryland (1972 Replacement Volume and 1974 Supplement) be and it is hereby repealed and re-enacted, with amendments, to read as follows:

Article 48A - Insurance Code

417.

(a) No life insurance policy shall be delivered in this State insuring the lives of more than one individual unless to one of the groups as provided for in §§ 418