

(E) (1) THE ASSOCIATION SHALL BE ADMINISTERED BY A BOARD OF GOVERNORS SUBJECT TO THE REGULATION OF THE COMMISSIONER.

(2) THE INITIAL BOARD OF GOVERNORS OF THE ASSOCIATION SHALL BE THE GOVERNING BOARD OF THE JOINT INSURANCE ASSOCIATION EXISTING ON JULY 1, 1986.

(3) SUCCEEDING BOARDS OF GOVERNORS SHALL CONSIST OF 15 MEMBERS OF THE ASSOCIATION ELECTED ANNUALLY BY THE MEMBERS OF THE ASSOCIATION WHOSE VOTES SHALL BE WEIGHTED IN ACCORDANCE WITH THE MEMBER'S PREMIUMS WRITTEN.

(F) BEFORE AUGUST 1, 1986, THE BOARD OF GOVERNORS SHALL SUBMIT TO THE COMMISSIONER, FOR THE COMMISSIONER'S REVIEW, A PROPOSED PROGRAM OF OPERATION, CONSISTENT WITH THE PROVISIONS OF THIS SUBTITLE, THAT SHALL:

(1) PROVIDE FOR ECONOMICAL, FAIR, AND NONDISCRIMINATORY ADMINISTRATION;

(2) PROVIDE FOR THE PROMPT AND EFFICIENT PROVISION OF COMMERCIAL CASUALTY INSURANCE COVERAGE; AND

(3) CONTAIN OTHER MATTERS INCLUDING, BUT NOT LIMITED TO:

(I) PRELIMINARY ASSESSMENT OF ALL MEMBERS FOR INITIAL EXPENSES NECESSARY TO COMMENCE OPERATIONS;

(II) ESTABLISHMENT OF NECESSARY FACILITIES;

(III) MANAGEMENT OF THE ASSOCIATION;

(IV) ASSESSMENT OF MEMBER INSURERS TO DEFRAY LOSSES AND EXPENSES;

(V) COMMISSION ARRANGEMENTS;

(VI) REASONABLE AND OBJECTIVE UNDERWRITING STANDARDS;

(VII) CESSION OF REINSURANCE; AND

(VIII) PROCEDURES FOR DETERMINING AMOUNTS OF INSURANCE TO BE PROVIDED.

(G) (1) THE PROGRAM OF OPERATION SHALL:

(I) BE SUBJECT TO APPROVAL BY THE COMMISSIONER, AFTER CONSULTATION WITH AFFECTED INDIVIDUALS AND ORGANIZATIONS; AND

(II) TAKE EFFECT 10 DAYS AFTER HAVING BEEN APPROVED BY THE COMMISSIONER.