

WILLIAM DONALD SCHAEFER, Governor

(b) The Society is a member of the Joint Insurance Association and the Property and Casualty Insurance Guaranty Corporation.

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(a) The Society is governed and all of its corporate powers exercised by a board of directors which consists of no less than 11 members. The directors shall be elected by the members of the Society in accordance with the articles of incorporation and bylaws.

The bylaws of the Society shall provide that: (1) Not more than five members of the board of directors shall be licensed physicians, at least two of the directors shall have had substantial experience as an officer or employee of an insurer, and at least 2 of the directors shall be officers and employees of the Society responsible for the day-to-day management of the Society; and (2) the board of directors shall consist of persons who live in various and different geographical areas throughout the State.

(b) Within 30 days of their appointment by the Governor, the initial board of directors shall cause articles of incorporation and bylaws to be prepared and filed in accordance with the law of Corporations (Article 23) and the Insurance Code (Article 48A) of the Code, including the provisions of this subtitle.

(c) Upon approval of application for the certificate of authority the Commissioner shall issue the certificate authorizing the Society or subsidiaries of the Society to issue policies of casualty insurance as follows:

(1) Insurance against liability of physicians or other health care providers for injury arising out of the rendering of or failure to render professional services by the insured.

(2) Insurance against the liability of any person for whose acts or omissions a physician or other health care provider is responsible under the provisions of paragraph (1), or with whom he is associated, including partners, employees, employers, associates, consultants, or a professional service corporation whose stock is owned by an insured.

(3) Insurance against other liability for injury by persons employed in, by property used in, or by activities incidental to, the practice of medicine or other health occupations by the named insured, when issued as incidental coverage with or supplemental to insurance specified in paragraph (1).