

(II) EXCEED THE AMOUNT REQUIRED FOR RESERVES AND ALL OTHER LIABILITIES BY AT LEAST \$125,000.

(2) FOR PURPOSES OF PARAGRAPH (1) OF THIS SUBSECTION, ASSETS INCLUDE BORROWED SURPLUS UNDER § 3-116 OF THIS SUBTITLE, BUT EXCLUDE BORROWED MONEY OR OTHER BORROWED ASSETS.

(F) SAME — TWO OR MORE KINDS OF INSURANCE.

TO QUALIFY FOR AUTHORITY TO ENGAGE IN TWO OR MORE KINDS OF INSURANCE BUSINESS ALLOWED TO BE WRITTEN ON AN ASSESSABLE BASIS UNDER THIS ARTICLE, A MUTUAL INSURER MUST HAVE ASSETS THAT:

(1) EQUAL AT LEAST \$500,000; AND

(2) EXCEED THE AMOUNT REQUIRED FOR RESERVES AND ALL OTHER LIABILITIES BY AT LEAST \$250,000.

(G) DOMESTIC MUTUAL INSURERS LICENSED FOR PROPERTY AND CASUALTY INSURANCE.

(1) THIS SUBSECTION APPLIES ONLY TO A DOMESTIC MUTUAL INSURER THAT:

(I) IS LICENSED ONLY FOR PROPERTY INSURANCE AND CASUALTY INSURANCE, OTHER THAN MOTOR VEHICLE PHYSICAL DAMAGE INSURANCE, MOTOR VEHICLE LIABILITY INSURANCE, OR WORKERS' COMPENSATION INSURANCE; AND

(II) WRITES ASSESSABLE POLICIES.

(2) NOTWITHSTANDING ANY OTHER PROVISION OF THIS SECTION, A DOMESTIC MUTUAL INSURER DESCRIBED BY PARAGRAPH (1) OF THIS SUBSECTION NEED NOT HAVE ASSETS OR SURPLUS EXCEEDING THE AMOUNT THAT THE MUTUAL INSURER WOULD BE REQUIRED TO HAVE IF IT WROTE ONLY ONE KIND OF INSURANCE, IF THE MUTUAL INSURER:

(I) RESTRICTS ITS OPERATIONS TO THE COUNTY WHERE ITS PRINCIPAL OFFICE IS LOCATED AND TO THE COUNTIES OF THE STATE THAT ARE IMMEDIATELY ADJACENT TO THAT COUNTY;

(II) IS NOT LICENSED TO ENGAGE IN THE INSURANCE BUSINESS IN ANOTHER STATE;

(III) HAS BEEN IN EXISTENCE FOR AT LEAST 20 YEARS BEFORE JULY 1, 1968; AND

(IV) MAINTAINS AN AUTOMATIC REINSURANCE TREATY, FILED WITH AND APPROVED BY THE COMMISSIONER, THAT REINSURES LIABILITY COVERAGES ISSUED BY THE MUTUAL INSURER IN EXCESS OF A NET AMOUNT OF RETENTION THAT IS SATISFACTORY TO THE COMMISSIONER.