

(B) REQUIRED.

THE COMMISSIONER SHALL ADOPT REGULATIONS TO CARRY OUT THIS SUBTITLE.

(C) CONTENTS.

THE REGULATIONS SHALL INCLUDE:

(1) CLASSIFICATIONS OF BUSINESSES AND INDUSTRIES, BASED ON THE TYPE OF ACTIVITY CONDUCTED BY THE BUSINESS OR INDUSTRY, WITHIN WHICH EMPLOYERS MAY JOIN TOGETHER IN SELF-INSURANCE GROUPS;

(2) FOR EACH CLASSIFICATION:

(I) A MINIMUM LEVEL OF CONTRIBUTION OF AT LEAST \$250,000 IN PREMIUMS COLLECTED FROM OR PLEDGED BY MEMBERS OF A SELF-INSURANCE GROUP TO A FUND FROM WHICH WORKERS' COMPENSATION CLAIMS WILL BE PAID;

(II) A MINIMUM LEVEL OF EXCESS INSURANCE COVERAGE THAT MUST BE OBTAINED BY EACH SELF-INSURANCE GROUP;

(III) A REQUIREMENT THAT THE MINIMUM LEVELS OF EXCESS INSURANCE ADOPTED UNDER THIS SUBTITLE MAY BE SATISFIED BY PLACING, IN A DEPOSITORY THAT THE COMMISSIONER DESIGNATES, SECURITIES IN A FORM AND AMOUNT THAT THE COMMISSIONER REQUIRES; AND

(IV) A SURETY BOND OF AT LEAST \$100,000 THAT MUST BE OBTAINED BY EACH SELF-INSURANCE GROUP;

(3) CONDITIONS UNDER WHICH CONTRIBUTIONS BY MEMBERS OF A SELF-INSURANCE GROUP MAY BE REBATED OR TEMPORARILY SUSPENDED; AND

(4) FOR EACH ADMINISTRATOR OR SERVICE COMPANY, A BOND THAT THE COMMISSIONER MAY REQUIRE IN ADDITION TO ANY OTHER REQUIRED BOND.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 48A, §§ 608(e) and 609(b).

In subsection (c)(2)(iv) and (4) of this section, the former references to a "minimum" surety bond are deleted in light of the requirement in subsection (c)(2)(iv) of this section that the bond be "at least" a certain amount.

Defined terms: "Administrator" § 25-301

"Commissioner" § 1-101

"Insurance" § 1-101

"Person" § 1-101

"Premium" § 1-101

"Self-insurance group" § 25-301

25-304. GENERAL REQUIREMENTS.

(A) APPROVAL OF GROUP AND AGREEMENT.