

(1) A MAXIMUM LIMIT OF LIABILITY OF \$500,000 ON REAL OR PERSONAL PROPERTY COMPRISED OF OR CONTAINED IN:

(I) A SINGLE BUILDING; OR

(II) MULTIPLE BUILDINGS SITUATED ON A SINGLE PARCEL OF LAND OR MULTIPLE, CONTIGUOUS PARCELS OF LAND; AND

(2) APPROPRIATE SUBLIMITS OF LIABILITY BASED ON CONSTRUCTION, PROTECTION, AND CLASS OF OCCUPANCY.

(G) SAME — HOMEOWNER'S INSURANCE.

(1) THE PROGRAM OF OPERATION SHALL IMPLEMENT PROCEDURES TO MAKE HOMEOWNER'S INSURANCE COVERAGE AVAILABLE THROUGH THE ASSOCIATION.

(2) THE HOMEOWNER'S INSURANCE POLICIES THAT THE ASSOCIATION ISSUES MAY BE LIMITED TO BASIC MARKET VALUE, REPAIR COST, OR ACTUAL CASH VALUE CONTRACTS FOR OWNER-OCCUPANTS OF ONE-TO-FOUR FAMILY DWELLINGS, AS APPROVED BY THE COMMISSIONER.

(3) THE HOMEOWNER'S INSURANCE SHALL BE IMPLEMENTED THROUGH A PROGRAM THAT ENTITLES ELIGIBLE APPLICANTS TO IMMEDIATE BINDING OF COVERAGE THROUGH THE ASSOCIATION FOR A REASONABLE PERIOD OF TIME PENDING UNDERWRITING AND INSPECTION OF THE PREMISES TO DETERMINE WHETHER THE PREMISES MEET THE ELIGIBILITY STANDARDS OF THE PROGRAM.

(H) SAME — RECOUPMENT OF ASSESSMENTS.

(1) THE PROGRAM OF OPERATION SHALL PROVIDE A METHOD OF RECOUPMENT BY WHICH ASSOCIATION MEMBERS MAY RECOVER LOSSES AND EXPENSES THAT HAVE BEEN INCURRED BY THE ASSOCIATION AND ASSESSED TO ASSOCIATION MEMBERS.

(2) TO RECOUP LOSS AND EXPENSE ASSESSMENTS, THE PROGRAM OF OPERATION SHALL PROVIDE FOR:

(I) THE CALCULATION OF THE SURCHARGE OR RATING FACTORS TO BE ADDED TO DIRECT PREMIUMS WRITTEN FOR ESSENTIAL PROPERTY INSURANCE AND HOMEOWNER'S INSURANCE COVERING PROPERTY LOCATED IN THE STATE; AND

(II) AN ADJUSTMENT EACH YEAR FOR OVER OR UNDER RECOUPMENT OF ASSESSMENT.

(I) SAME — PARTICIPATION CREDITS.

(1) THE PROGRAM OF OPERATION SHALL DEVELOP A PARTICIPATION CREDIT FOR DWELLINGS AS AN OFFSET TO ASSOCIATION MEMBER ASSESSMENT FOR VOLUNTARY WRITINGS IN THOSE AREAS OF THE STATE WITH A SIGNIFICANT