

17-202.

(A) SUBJECT TO THE REQUIREMENTS OF THIS SECTION, A POLICY MAY BE ISSUED TO A LABOR UNION, OR SIMILAR EMPLOYEE ORGANIZATION, WHICH SHALL BE DEEMED TO BE THE POLICYHOLDER, TO INSURE MEMBERS OF THE UNION OR ORGANIZATION FOR THE BENEFIT OF PERSONS OTHER THAN THE UNION OR ORGANIZATION OR ANY OF ITS OFFICIALS, REPRESENTATIVES, OR AGENTS.

(B) THE MEMBERS ELIGIBLE FOR INSURANCE UNDER THE POLICY SHALL BE ALL OF THE MEMBERS OF THE UNION OR ORGANIZATION, OR ALL OF ANY CLASS OR CLASSES OF MEMBERS.

(C) (1) THE PREMIUM FOR THE POLICY SHALL BE PAID EITHER FROM FUNDS OF THE UNION OR ORGANIZATION, OR FROM FUNDS CONTRIBUTED BY THE INSURED MEMBERS SPECIFICALLY FOR THEIR INSURANCE, OR FROM BOTH.

(2) EXCEPT AS PROVIDED IN PARAGRAPH (3) OF THIS SUBSECTION, A POLICY ON WHICH NO PART OF THE PREMIUM IS TO BE DERIVED FROM FUNDS CONTRIBUTED BY THE INSURED MEMBERS SPECIFICALLY FOR THEIR INSURANCE MUST INSURE ALL ELIGIBLE MEMBERS, EXCEPT THOSE WHO REJECT THE COVERAGE IN WRITING.

(3) AN INSURER MAY EXCLUDE OR LIMIT THE COVERAGE ON ANY PERSON AS TO WHOM EVIDENCE OF INDIVIDUAL INSURABILITY IS NOT SATISFACTORY TO THE INSURER.

[17-203.

(a) (1) Subject to the requirements of this section, the lives of a group of individuals may be insured under a policy issued to the trustees of a fund established by two or more employers in the same industry or by one or more labor unions, or by one or more employers and one or more labor unions, to cover employees of the employers or members of the unions for the benefit of persons other than the employers or unions.

(2) The trustees to which the policy is issued are deemed the policyholder.

(b) (1) All employees of the employers or all members of the unions, or all of any class or classes of employees or members determined by conditions pertaining to their employment or membership in the union or both, are eligible for insurance under a policy issued in accordance with this section.

(2) The policy may provide that the term "employee" includes:

- (i) a trustee or employee of the trustee or both if the duties of the trustee or employee are principally connected with the trusteeship;
- (ii) a sole proprietor if the employer is a sole proprietorship;
- (iii) a partner if the employer is a partnership; and
- (iv) a retired employee.