

CONTRIBUTED BY THE INSURED PERSONS SPECIFICALLY FOR THEIR INSURANCE MUST INSURE ALL ELIGIBLE PERSONS, 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.

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(a) In this section, "professional association" means an association of persons licensed by the State or otherwise authorized by law to engage in a recognized profession.

(b) (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 a professional association to cover members of the professional association for the benefit of persons other than the professional association.

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

(c) All members of the professional association, or all of any class or classes of members determined by conditions pertaining to their employment or membership in the professional association or both, are eligible for insurance under a policy issued in accordance with this section.

(d) (1) The trustees shall pay the premium for the policy:

(i) wholly from funds contributed by the professional association;

or

(ii) partly from funds contributed by the professional association and partly from funds contributed by the insured members.

(2) The premiums may be paid by the insured members specifically for their insurance if:

(i) the policy is issued to the trustees of a professional association; and

(ii) the total number of individuals covered at date of issue who elect to make the required contribution, other than those who have evidence of individual insurability that is unsatisfactory to the insurer, exceeds the lesser of 600 or 75% of the eligible members.

(3) A policy on which no part of the premium is paid from funds contributed by the insured members specifically for their insurance must insure:

(i) all eligible members; or

(ii) all eligible members other than those who have evidence of individual insurability that is unsatisfactory to the insurer.