

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

[(c) (1) The credit union shall pay the premium for the policy:

(i) wholly from the funds of the credit union; or

(ii) partly from the funds of the credit union and partly from funds contributed by the insured members specifically for their insurance.

(2) A policy may not be issued on which the entire premium is to be paid from funds contributed by the insured members specifically for their insurance.

(3) A policy on which the premium is to be paid partly from funds contributed by the insured members specifically for their insurance may be placed in force only if at least 75% of the eligible members, other than those who have evidence of individual insurability that is unsatisfactory to the insurer, elect to make the required contributions.

(4) 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.]

(C) (1) THE PREMIUMS FOR THE POLICY SHALL BE PAID FROM FUNDS CONTRIBUTED BY THE CREDIT UNION OR INSURED MEMBERS, OR BY 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 MEMBER FOR THE INSURER MUST INSURE ALL ELIGIBLE PERSONS, EXCEPT THOSE WHO REJECT THE COVERAGE IN WRITING.

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

[(d) The amount of insurance on the life of a member may not exceed the lesser of:

(1) the total amount of the member's shares and deposits in the credit union; and

(2) \$5,000.

(e) The policy must cover at least 25 members at date of issue.]

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(a) (1) Subject to the requirements of this section, the lives of a group of individuals may be insured under a policy issued to a volunteer fire, rescue squad, or