

THE EFFECTIVE DATE OF THE REORGANIZATION, IN ACCORDANCE WITH THE METHODOLOGY OR FORMULA USED BY THE MUTUAL INSURER BEFORE THE REORGANIZATION.

(F) THE REORGANIZED STOCK INSURER SHALL HAVE:

(1) PAID-IN CAPITAL STOCK NOT LESS THAN THE MINIMUM PAID-IN CAPITAL REQUIRED OF A DOMESTIC STOCK INSURER THAT:

(I) TRANSACTS LIKE KINDS OF INSURANCE BUSINESS; AND

(II) STARTED BUSINESS IN THE STATE ON THE DATE THE MUTUAL INSURER RECEIVED ITS ORIGINAL CERTIFICATE OF AUTHORITY IN THE STATE; AND

(2) SURPLUS FUNDS NOT LESS THAN 100% OF THE REQUIRED CAPITAL.

(G) (1) THE PLAN OF REORGANIZATION SHALL BE:

(I) APPROVED BY THE VOTE OF A MAJORITY OF THE BOARD OF DIRECTORS OF THE MUTUAL INSURER; AND

(II) SUBMITTED TO A MEETING OF MEMBERS AND APPROVED BY THE VOTE OF AT LEAST THREE-FOURTHS OF THE MEMBERS WHO VOTE ON THE PLAN OF REORGANIZATION IN PERSON, BY PROXY, OR BY MAIL.

(2) NOTICE OF THE TIME, PLACE, AND PURPOSE OF THE MEETING OF MEMBERS SHALL BE PROVIDED IN THE MANNER APPROVED BY THE COMMISSIONER.

(H) THE PLAN OF REORGANIZATION SHALL BE SUBMITTED TO THE COMMISSIONER FOR APPROVAL AT LEAST 60 DAYS BEFORE THE EFFECTIVE DATE OF THE REORGANIZATION, TOGETHER WITH:

(1) THE PROPOSED ARTICLES OF INCORPORATION AND BYLAWS OF THE MUTUAL INSURANCE HOLDING COMPANY;

(2) THE AMENDMENTS TO THE ARTICLES OF INCORPORATION AND BYLAWS OF THE MUTUAL INSURER TO REORGANIZE AS A STOCK INSURER;

(3) A 5-YEAR PLAN OF OPERATION FOR THE MUTUAL INSURANCE HOLDING COMPANY AND THE REORGANIZED STOCK INSURER, INCLUDING ANY PLANS FOR:

(I) AN INITIAL PUBLIC OFFERING OF STOCK IN THE REORGANIZED STOCK INSURER; OR

(II) THE TRANSFER OF ASSETS OR LIABILITIES FROM THE REORGANIZED STOCK INSURER OR ANY SUBSIDIARIES OF THE REORGANIZED STOCK INSURER TO THE MUTUAL INSURANCE HOLDING COMPANY;

(4) A LIST OF THE OFFICERS AND DIRECTORS OF THE MUTUAL INSURANCE HOLDING COMPANY AND THE REORGANIZED STOCK INSURER;

(5) A BIOGRAPHY OF EACH OFFICER AND DIRECTOR OF THE MUTUAL INSURANCE HOLDING COMPANY AND THE REORGANIZED STOCK INSURER; AND