

(5) THE PARTICIPATING CREDIT UNION FAILS TO PAY WHEN DUE A CAPITAL CONTRIBUTION OR APPLICABLE PREMIUM, FEE, OR ASSESSMENT UNDER THIS SUBTITLE;

(6) THE PARTICIPATING CREDIT UNION FAILS TO COMPLY WITH ANY PROVISION OF THIS ARTICLE OR THE ARTICLES OF INCORPORATION OR BYLAWS OF THE CREDIT UNION SHARE GUARANTY CORPORATION THAT ARE MATERIAL TO THE SAFETY AND SOUNDNESS OF THE PARTICIPATING CREDIT UNION; OR

(7) CONTINUED PARTICIPATION BY THE PARTICIPATING CREDIT UNION WOULD RESULT IN A VIOLATION OF THIS SUBTITLE OR OTHER APPLICABLE STATE OR FEDERAL LAW BY THE CREDIT UNION SHARE GUARANTY CORPORATION.

(B) (1) AT LEAST 30 DAYS BEFORE THE EFFECTIVE DATE OF ANY TERMINATION, THE CREDIT UNION SHARE GUARANTY CORPORATION SHALL SEND WRITTEN NOTICE OF THE PENDING TERMINATION AND THE REASONS FOR THE TERMINATION TO:

(I) THE PARTICIPATING CREDIT UNION WHOSE PARTICIPATION IS TO BE TERMINATED; AND

(II) THE COMMISSIONER.

(2) THE 30-DAY NOTICE REQUIRED UNDER PARAGRAPH (1) OF THIS SUBSECTION DOES NOT APPLY TO THE TERMINATION OF EXCESS COVERAGE.

7-220.

A PERSON WHO VIOLATES ANY PROVISION OF THIS SUBTITLE IS GUILTY OF A MISDEMEANOR AND ON CONVICTION IS SUBJECT TO A FINE NOT EXCEEDING \$ 5,000 OR IMPRISONMENT NOT EXCEEDING 5 YEARS OR BOTH.

7-221.

NOTHING IN THIS SUBTITLE CREATES ANY LIABILITY ON THE STATE FOR THE PAYMENT OF ANY FUNDS TO ANY PARTICIPATING CREDIT UNION OR OTHER PERSON BY REASON OF:

(1) AN ACT OR OMISSION OF A CREDIT UNION SHARE GUARANTY CORPORATION; OR

(2) A DEFICIENCY OF A PARTICIPATING CREDIT UNION IN THE EVENT A CREDIT UNION SHARE GUARANTY CORPORATION IS UNABLE TO PAY THE DEFICIENCY.

7-222.

A CREDIT UNION SHARE GUARANTY CORPORATION, ITS PARTICIPATING CREDIT UNIONS, AND PERSONS WHO HAVE SHARE OR DEPOSIT ACCOUNTS IN THE PARTICIPATING CREDIT UNIONS ARE NOT SUBJECT TO THE PROVISIONS OF THE INSURANCE ARTICLE AS A RESULT OF ANY OF THE ACTIVITIES OF THE CREDIT UNION SHARE GUARANTY CORPORATION UNDER THIS SUBTITLE.