

State of Idaho
DEPARTMENT OF INSURANCE

700 West State Street, 3rd Floor
P.O. Box 83720
Boise, Idaho 83720-0043
Phone (208)334-4250
FAX # (208)334-4398

INSTRUCTIONS FOR DESIGNATION AS A MANAGING GENERAL AGENT

1. Complete attached application and verification forms.
2. Pay a nonrefundable designation fee of \$80. This fee is for one year or portion thereof. Renewal of the designation fee is due on or before July 1 of each year.
3. Provide proof of licensure as an agent under Chapter 10, Title 41, Idaho consisting of a copy of your current agent's license.
4. Provide a certified copy of a SURETY bond in the amount of \$5,000 or 10 percent of the total funds handled in the preceding year, whichever is greater. This bond must be for the benefit and protection of the insureds and insurers whose money you handle. The bond must be issued by a surety insurer admitted to conduct business in the State of Idaho.
5. Provide proof of an errors and omissions insurance policy with a policy limit of \$250,000 or 25 percent of the gross amount of direct written premiums received by an insurer for the previous calendar year that are attributable to you as their managing general agent, which is greater. Unless approved by the director, this coverage shall not be written by an insurer or an affiliate of an insurer employing you as a managing general agent.
6. Provide a list of the names and addresses of all insurers doing business in the State of Idaho or Idaho domestic insurers with which you have a contract to act as a managing general agent.
7. Provide a verified statement, on the attached form, that these managing general agent contracts contain the provisions required by Section 41-1504, Idaho Code.

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APPLICATION FOR MANAGING GENERAL AGENT'S DESIGNATION

FEE: \$80

TO THE DIRECTOR OF INSURANCE OF THE STATE OF IDAHO:

I hereby apply for a Managing General Agent's designation subject to Title 41, Chapter 15, Idaho Code.

1. Type of Entity (Individual, Partnership, Corporation, Other): _____
2. Name: _____
3. Social Security Number or FEIN: _____
4. Business Address (Physical Street): _____ PO BOX: _____
City: _____ State: _____ Zip: _____
5. Mailing Address: _____
City: _____ State: _____ Zip: _____
6. Business Phone: _____ Email: _____

The foregoing applicant, being first duly sworn, deposes and says that he has executed the foregoing application, that he has read said application and knows the contents thereof and attached thereto, that to the best of his knowledge and belief the statements made in said application and in any rider attached thereto are true and correct and are complete in every material respect and do not contain any statement which, under the circumstances under which it is made, would be false or would tend to be misleading in respect to any material fact and that he has read and understands the insurance laws of the State of Idaho.

If Corporation or Other Legal Entity:

(SEAL) President _____

Secretary _____

If Partnership: Partner _____

If Individual _____

SUBSCRIBED AND SWORN to before me this _____ day of _____ 20 ____

Notary Public

County of _____

State of _____

My commission expires _____

BOND OF MANAGING GENERAL AGENT

KNOW ALL BY THESE PRESENTS THAT _____ of _____, as Principal and _____ of _____, a corporation organized and existing under the laws of the State of _____, and authorized to transact surety business in the State of Idaho, as Surety, are held and firmly bound unto the State of Idaho, as Obligee, for the benefit and protection of insureds and insurers whose monies the Managing General Agent handles, in the amount of _____ dollars (\$ _____), lawful money of the United States of America, for the payment of which sum, well and truly to be made, the Principal and Surety obligate and bind ourselves, our heirs, executors, administrators, successors and assigns, jointly and severally, firmly by these presents.

THE CONDITION OF THE OBLIGATION OF THIS BOND IS SUCH THAT, WHEREAS, the above bound Principal has made application to the Department of Insurance of the State of Idaho for designation to act as a Managing General Agent, in accordance with the provisions of Title 41, Chapter 15, Idaho and Department of Insurance Regulation No. 64, and is required by Idaho Code Section 41-1503 (3), to post bond to secure performance of the Managing General Agent in conformity with the insurance laws of the State of Idaho for the benefit of parties injured by the actions of the Managing General Agent.

NOW, THEREFORE, if the said Department of Insurance shall grant the application and issue the designation above referred to and the said Principal shall faithfully and lawfully comply with all the requirements of the insurance laws of the State of Idaho, and any regulations promulgated thereunder, then this obligation shall be null and void; otherwise, it shall remain in full force and effect.

IT IS FURTHER AGREED THAT the bond shall be continuous in nature and that in no event shall the surety be obligated to an amount exceeding dollars _____ (\$ _____) bond penalty which is the maximum aggregate liability of the surety regardless of the number of successive renewal periods the bond has been in effect or the number of claimants that might have a right of action against the bond.

PROVIDED, HOWEVER, that this bond and the obligation under this bond shall become effective _____, 20_____, and shall remain in full force and effect until or unless terminated by thirty (30) days advance written notice of termination mailed to the Principal and the Department of Insurance, State of Idaho, by the Surety at which time the liability of the Surety on this bond shall cease upon the effective date of such termination. Such termination shall not affect any liability or obligation of the . Surety incurred or accrued prior to the effective date of the termination.

IN WITNESS WHEREOF, the said Principal and Surety have caused this bond to be executed at _____ and signed and sealed this instrument this _____ day of _____, 20_____

PRINCIPAL

WITNESS

BY: _____

(As to PRINCIPAL)

SURETY

BY: _____

(As to SURETY)

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VERIFIED STATEMENT OF MANAGING GENERAL AGENT

_____, as a Managing General Agent, does hereby certify that the Managing General Agent contracts with the following insurers contain the provisions required by Idaho Code § 41- 1504.

(list insurers)

If Corporation or Other Legal Entity:

(SEAL)

President _____

Secretary _____

If Partnership:

Partner _____

If Individual

SUBSCRIBED AND SWORN to before me this _____ day of _____ 20 ____

Notary Public

County of _____

State of _____

My commission expires _____

Idaho Statutes

TITLE 41 INSURANCE CHAPTER 15

MANAGING GENERAL AGENTS ACT.

41-1501. SHORT TITLE. This chapter will be known and may be cited as the "Managing General Agents Act."

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Idaho Statutes

TITLE 41

INSURANCE

CHAPTER 15

MANAGING GENERAL AGENTS ACT

41-1502. **DEFINITIONS.** For the purposes of this chapter:

(1) "Actuary" means a person who is a member in good standing of the American academy of actuaries.

(2) "Insurer" means any person, firm, association or corporation duly licensed in this state as an insurance company pursuant to and acting consistent with the definitions provided in sections 41-103 and 41-112, Idaho Code.

(3) "Managing general agent" (MGA) means any person, firm, association or corporation who negotiates and binds ceding reinsurance contracts on behalf of an insurer or manages all or part of the insurance business of an insurer (including the management of a separate division, department or underwriting office) and acts as an agent for such insurer whether known as a managing general agent, manager or other similar term, who, with or without the authority, either separately or together with affiliates, produces, directly or indirectly, and underwrites an amount of gross direct written premium equal to or more than five per cent (5%) of the policyholder surplus as reported in the last annual statement of the insurer in any one (1) quarter or year together with one (1) or more of the following:

(a) Adjusts or pays claims in excess of an amount determined by the director, or

(b) Negotiates reinsurance on behalf of the insurer .

(4) Notwithstanding the above definition of MGA, the following persons shall not be considered as MGAs for the purposes of this chapter:

(a) An employee of the insurer;

(b) An United States manager of the United States branch of an alien insurer;

(c) An underwriting manager which, pursuant to contract, manages the insurance operations of the insurer, is under common control with the insurer, subject to the holding company regulatory act, and whose compensation is not based on the volume of premiums written;

(d) The attorney-in-fact authorized by and acting for the subscribers of a reciprocal insurer or interinsurance exchange under powers of attorney.

(5) "Underwrite" means the authority to accept or reject risks on behalf of the insurer.

Idaho Statutes

TITLE 41

INSURANCE

CHAPTER 15

MANAGING GENERAL AGENTS ACT

41-1503. **LICENSURE.** (1) No person, firm, association or corporation shall act in the capacity of a MGA with respect to risks located in this state for an insurer licensed in this state unless such person is a licensed agent in this state pursuant to the provisions of chapter 10, title 41, Idaho Code.

(2) No person, firm, association or corporation shall act in the capacity of a MGA representing an insurer domiciled in this state with respect to risks located outside this state unless such person is licensed as an agent in this state pursuant to the provisions of chapter 10, title 41, Idaho Code.

(3) Every MGA as defined in section 41-1502(3) , Idaho Code, shall be required to be bonded. The bond shall be in favor of the state to be held in trust for the benefit and protection of insureds and insurers whose money the MGA handles. The amount of the bond shall not be less than ten per cent (10%) of the amount of total funds handled, except that in no case shall such bond be less than five thousand dollars (\$5,000) . For purposes of fixing the amount of such bond, the amount of funds handled shall be determined by the total funds handled by the MGA in the preceding year, or if no funds were handled during the preceding year, the amount of funds reasonably estimated to be handled during the current calendar year by the MGA. Only one (1) such bond shall be required of the MGA for all insurers which utilize the services of the MGA, unless provided otherwise in the written agreement between the insurer and the MGA or otherwise required by the director.

(4) The director may require the MGA to maintain an errors and omissions policy.

Idaho Statutes

TITLE 41

INSURANCE

CHAPTER 15

MANAGING GENERAL AGENTS ACT

41-1504. REQUIRED CONTRACT PROVISIONS. No person, firm, association, or corporation acting in the capacity of a MGA shall place business with an insurer unless there is in force a written contract between the parties which sets forth the responsibilities of each party and where both parties share responsibility for a particular function, specifies the division of such responsibilities, and which contains the following minimum provisions:

(1) The insurer may terminate the contract for cause upon written notice to the MGA. The insurer may suspend the underwriting authority of the MGA during the pendency of any dispute regarding the cause for termination.

(2) The MGA will render accounts to the insurer detailing all transactions and remit all funds due under the contract to the insurer on not less than a monthly basis.

(3) All funds collected for the account of an insurer will be held by the MGA in a fiduciary capacity in a bank which is a member of the federal reserve system. This account shall be used for all payments on behalf of the insurer. The MGA may retain no more than three (3) months estimated claims payments and allocated loss adjustment expenses.

(4) Separate records of business written by the MGA will be maintained. The insurer shall have access and right to copy all accounts and records related to its business in a form usable by the insurer and the director shall have access to all books, bank accounts and records of the MGA in a form usable to the director. Such records shall be retained for a minimum period of six (6) years.

(5) The contract may not be assigned in whole or part by the MGA.

(6) Appropriate underwriting guidelines including:

(a) The maximum annual premium volume;

(b) The basis of the rates to be charged;

(c) The types of risks which may be written;

(d) Maximum limits of liability;

(e) Applicable exclusions;

(f) Territorial limitations;

(g) Policy cancellation provisions; and

(h) The maximum policy period.

Any cancellation or nonrenewal Of any policy of insurance is subject to all applicable laws and regulations concerning the cancellation and nonrenewal of insurance policies.

(7) If the contract permits the MGA to settle claims on behalf of the insurer:

(a) All claims must be reported to the company in a timely manner.

(b) A copy of the claim file will be sent to the insurer at its request or as soon as it becomes known that the claim:

(i) Has the potential to exceed an amount determined by the director or exceeds the limit set by the company, whichever is less;

(ii) Involves a coverage dispute;

(iii) May exceed the MGA's claims settlement authority;

(iv) Is open for more than six (6) months; or

(iiv) Is closed by payment of an amount set by the director or an amount set by the company, whichever is less.

(c) All claims files will be the joint property of the insurer and MGA. However, upon an order of liquidation of the insurer such files shall become the sole property of the insurer or its estates. The MGA shall have reasonable access to and the right to copy the files on a timely basis.

(d) Any settlement authority granted to the MGA may be terminated for cause upon the insurer's written notice to the MGA or upon the termination of the contract. The insurer may suspend the settlement authority during the pendency of any dispute regarding the cause for termination.

(8) Where electronic claims files are in existence, the contract must address the timely transmission of the data.

(9) If the contract provides for a sharing of interim profits by the MGA, and the MGA has the authority to determine the amount of the interim profits by establishing loss reserves or controlling claim payments; or in any other manner, interim profits will not be paid to the MGA until one (1) year after they are earned for property insurance business and five (5) years after they are earned on casualty business and not until the profits have been verified pursuant to section 41-1505, Idaho Code.

(10) The MGA shall not:

(a) Bind reinsurance or retrocessions on behalf of the insurer, except that The MGA may bind facultative reinsurance contracts pursuant to obligatory facultative agreements if the contract with the insurer contains reinsurance underwriting guidelines including, for both reinsurance assumed and ceded, a list of reinsurers with whom such automatic agreements are in effect, the coverages and amounts of percentages that may be reinsured and commission schedules;

(b) Commit the insurer to participate in insurance or reinsurance syndicates;

(c) Appoint any producer without assuring that the producer is lawfully licensed to transact the type of insurance for which he is appointed;

(d) Without prior approval of the insurer, pay or commit the insurer to pay a claim over a specified amount, net of reinsurance, which shall not exceed one percent (1%) of the insurer's policyholders surplus as of December 31 of the last completed calendar year;

(e) Collect any payment from a reinsurer or commit the insurer to any claims settlement with a reinsurer without prior approval of the insurer . If prior approval is given, a report must be promptly forwarded to the insurer;

(f) Permit its subagent to serve on the insurer's board of directors;

(g) Jointly employ an individual who is employed with the insurer; or

(h) Appoint a sub-MGA.

Idaho Statutes

TITLE 41 INSURANCE CHAPTER 15

MANAGING GENERAL AGENTS ACT

41-1505. DUTIES OF INSURERS. (1) The insurer shall have on file an independent financial examination, in a form acceptable to the director, of each MGA with whom it has done business.

(2) If a MGA establishes loss reserves, the insurer shall annually obtain the opinion of an actuary attesting to the adequacy of loss reserves established for losses incurred and outstanding on business produced by the MGA. This is in addition to any other required loss reserve certification.

(3) The insurer shall conduct an on-site review of the underwriting and claims processing operations of the MGA on a semiannual or more frequent basis.

(4) Binding authority for all reinsurance contracts or participation in insurance or reinsurance syndicates shall rest with an officer of the insurer, who shall not be affiliated with the MGA.

(5) Within thirty (30) days of entering into or termination of a contract with a MGA, the insurer shall provide written notification of such appointment or termination to the director. Notices of appointment of a MGA shall include:

- (a) A statement of duties which the applicant is expected to perform on behalf of the insurer;
- (b) The lines of insurance for which the applicant is to be authorized to act; and
- (c) Any other information the director may request.

(6) An insurer shall review its books and records each quarter to determine if any agent has become, by operation of the provisions of section 41-1502 (3) and (4), Idaho Code, a MGA as defined in that section. If the insurer determines that an agent has become a MGA pursuant to the above, the insurer shall promptly notify the agent and the director of such determination and the insurer and agent must fully comply with the provisions of this chapter within thirty (30) days.

(7) An insurer shall not appoint to its board of directors an officer, director, employee, agent or controlling shareholder of its MGA. The provisions of this subsection shall not apply to relationships governed by chapter 38, title 41, Idaho Code.

Idaho Statutes

TITLE 41 INSURANCE CHAPTER 15

MANAGING GENERAL AGENTS ACT

41-1506. EXAMINATION AUTHORITY. The acts of the MGA are considered to be the acts of the insurer on whose behalf it is acting. A MGA may be examined pursuant to the insurance statutes and regulations as if it were the insurer.

Idaho Statutes

TITLE 41 INSURANCE CHAPTER 15 MANAGING GENERAL AGENTS ACT

41-1507. PENALTIES AND LIABILITIES. (1) If the director finds, after a hearing conducted in accordance with the insurance code and the regulations and procedures adopted by the Idaho department of insurance, that any person, firm, association or corporation has violated any provision of this chapter, the director may order:

- (a) For each separate violation, a penalty in an amount not to exceed ten thousand dollars (\$10,000);
- (b) Revocation or suspension of the agent's license; and
- (c) The MGA to reimburse the insurer, the rehabilitator or liquidator of insurer for any losses incurred by the insurer caused by a violation of the provisions of this chapter committed by the MGA.

(2) Nothing contained in this section shall affect the right of the director to impose any other penalties provided for in the insurance statutes.

(3) Nothing contained in this chapter is intended to or shall in any manner limit or restrict the rights of policyholders, claimants and auditors.

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IDAPA 18

TITLE 01

CHAPTER 64

18.01.64 - MANAGING GENERAL AGENTS

000. LEGAL AUTHORITY.

This rule chapter is promulgated pursuant to authority granted in the Managing General Agent Act (MGA Act), Chapter 15, Title 41, Idaho Code, as well as, the authority granted by Chapter 2, Title 41, Idaho Code, and Chapter 52, Title 67, Idaho Code. (7-1-93)

TITLE AND SCOPE.

This rule chapter is promulgated to implement and administer provisions of the MGA Act. (7-1-93)

002- 003. (RESERVED)

DEFINITIONS.

01. Applicability of Statutory Definitions. The definitions contained in the MGA Act as set forth in Section 41-1502, Idaho Code, shall apply in the construction of this rule chapter in addition to the definitions contained herein. (7-1-93)

02. Bond. "Bond" shall mean a surety bond in an amount delineated in Subsection 013.01 to be held in trust for the benefit and protection of insurers whose money the MGA handles. (7-1-93)

03. Errors and Omissions Policy. "Errors and Omissions Policy" shall mean a policy of insurance providing coverage for claims arising out of the MGA's negligent acts, errors or omissions. (7-1-93)

04. Department. "Department" means the Idaho Department of Insurance. (7-1-93)

05. Director. "Director" means the Director of the Idaho Department of Insurance. (7-1-93)

005.--010. (RESERVED).

011. NOTICE PROVISIONS.

01. Notice by MGA. MGA: Within sixty (60) days of the implementation of this rule chapter any person, firm, association, or corporation acting in the state of Idaho in the capacity of an MGA as defined in Section 41-1502(3), Idaho Code, must provide notice to the Director of the Department. Notice shall include: (7-1-93)

a. A certified copy of the surety bond required by Subsection 013.01. (7-1-93)

b. Proof of insurance coverage as required by Subsection 013.02. (7-1-93)

c. The appropriate nonrefundable designation fee required by IDAPA 18.01.44. (7-1-93)

d. A list of all names and addresses of insurers doing business in the State of Idaho or Idaho domestic insurers with which the MGA has a contract and a verified statement on a form provided by the Department that the contract(s) contain the provisions required by Section 41-1504, Idaho Code. (7-1-93)

02. Notice by Insurer.

- a.** Foreign and Alien Insurers: Within sixty (60) days of the implementation of this rule chapter, and thereafter, within thirty (30) days of entering into a contract with any person, firm, association or corporation meeting the definition of a MGA as provided in Section 41-1502(3), Idaho Code, and if, pursuant to the terms of the contract the MGA will be providing services to the insurer within the State of Idaho, the insurer must provide notification of the appointment of the MGA to the Director of the Department. (7-1-93)
- b.** Domestic Insurers: Within sixty (60) days of the implementation of this rule chapter, and thereafter, within thirty (30) days of entering into a contract with any person, firm, association or corporation meeting the definition of a MGA as provided in Section 41-1502(3), Idaho Code, the insurer must provide notification of the appointment of the MGA to the Director of the Department. ; (7-1-93)
- c.** Notice by the insurer shall include: (7-1-93)
 - i.** The name and address of the MGA; (7-1-93)
 - ii.** A statement of the duties the applicant is expected to perform on behalf of the insurer; (7-1-93)
 - iii.** The lines of insurance for which the applicant is authorized to act; (7-1-93)
 - iv.** Proof that the MGA has met the bonding and insurance requirements of Section 013; (7-1-93)
 - v.** Procedures and timetable for conducting an onsite review of the underwriting and claims processing operation of the MGA as required by Section 41-1505(3), Idaho Code; and (7-1-93)
 - vi.** The name of an officer of the insurer responsible for the contract. (7-1-93)

012. CONTINUATION OF DESIGNATION OF A MANAGING GENERAL AGENT.

Designation of a MGA with the Idaho Department of Insurance shall continue in force and effect under the following conditions: (7-1-93)

- 01. Fees.** On or before July 1 of each year the Department receives payment of the redesignation fee provided in IDAPA 18.01.44. (7-1-93)
- 02. Proof of Compliance With Bonding and Insurance Requirements.** On or before July 1 of each year the Department is provided proof of continued compliance with the bonding and insurance requirements of Section 013. (7-1-93)
- 03. Additional Information.** On or before July 1 of each year the Department is provided with amendments to the list of names and addresses of insurers doing business in the state of Idaho or Idaho domestic insurers with which the MGA has a contract and a verified statement on a form provided by the Department that the contract(s) contain the provisions required by Section 41-1504, Idaho Code. (7-1-93)
- 04. Continued Licensure.** Continued licensure as an agent pursuant to the provisions of Chapter 10, Title 41, Idaho Code. (7-1-93)

013. SECURITY PAYMENTS.

01. Bond. All MGAs shall acquire a surety bond as defined in Subsection 044.02 for the protection of the insurer and insureds. The bond shall be in the amount of fifty thousand dollars (\$50,000) or ten percent (10%) of the amount of total funds handled within the preceding year, whichever is greater. The bond amount shall be adjusted accordingly on or before July 1 of each year. Coverage shall not be written by the insurer or an affiliate of the insurer employing the MGA. The bond shall be issued by a surety insurer admitted to conduct business in the state of Idaho. A copy of the executed bond shall be filed with the Department. (7-1-93)

02. Errors and Omissions Policy. All MGAs shall acquire and maintain an errors and omissions insurance policy as defined in Section 004. The policy coverage limit shall be set at two hundred and fifty thousand dollars (\$250,000) or twenty-five percent (25%) of the gross amount of direct written premiums received by an insurer for the previous calendar year that are attributable to the MGA, whichever is greater. The policy coverage limit shall be adjusted accordingly on or before July 1 of each year. Unless approved by the director, coverage shall not be written by the insurer or an affiliate of the insurer employing the MGA. Proof of insurance shall be filed with the Department. (7-1-93)

014. INDEPENDENT AUDIT OR EXAMINATION.

01. Annual Independent Audit of MGA. An independent audit by a certified public accountant shall be conducted annually for MGAs currently under contract, and shall be contracted for by the insurer. The independent audit shall include the following:

- a. Report of independent certified public accountant; Balance sheet; (7-1-93)
- b. Statement of income; (7-1-93)
- c. Balance sheet; (7-1-93)
- d. Statement of cash flow (7-1-93)
- e. Statement of income and retained earnings; (7-1-93)
- f. Notes on financial statements - these notes shall be those required by General Accepted Accounting Principals; and (7-1-93)
- g. A copy of a management letter or a native statement setting forth what would have been the content of the management letter has such a letter been completed. (7-1-93)

02. Retention of Report by Insurer. An insurer shall retain a current independent audit by a certified public accountant of each MGA with which the insurer has done business. (7-1-93)

03. Examination of MGA. A MGA may be examined by the Department as if it were an insurer. The Department shall retain authority to examine a MGA notwithstanding the termination of the MGA's contractual authority. Pursuant to the provisions of Chapter 2, Title 41, Idaho Code, the expense of such examination shall be reimbursed to the Department by the insurer employing the MGA. (7-1-93)

015. TERMINATION OF CONTRACT.

1. Notice to the Department. Within thirty (30) days of the termination of an agreement between a MGA and an Idaho domestic insurer or a foreign insurer for which the MGA was conducting business in the state of Idaho, the insurer must provide notice to the Department of the termination. Notice shall include: (7-1-93)

- a. The name of the person, firm, association or corporation acting as a MGA under the terms of the contract; and (7-1-93)
- b. The basis for the termination. (7-1-93)

02. Delivery of Records to Insurer Upon Termination of Contract. If the contract between an insurer and a MGA is terminated for any reason, the MGA shall, upon request by the insurer, deliver all records to the insurer within ninety (90) days of the request. (7-I -93)

016. PENALTIES AND LIABILITIES.

01. Penalties for Violation of the MGA Act or This Chapter Rule. If the Director finds, after a hearing conducted in accordance with the Idaho Insurance Code and the Rules and Procedures adopted by the Department, that any person, firm, association or corporation has violated any of the provisions contained in the MGA Act or this rule chapter, the Director may order: (7-1-93)

- a. For each separate violation a penalty in an amount not to exceed ten thousand dollars (\$10,000); (7-1-93)
- b. Revocation or suspension of the agent's license or the company's certificate of authority; (7-1-93)
- c. The MGA to reimburse the insurer, the rehabilitator or liquidator of the insurer for any losses of the insurer caused by a violation of the provisions of this rule chapter committed by the MGA. (7-1-93)

02. Other Penalties Not Affected. Nothing contained in this rule shall effect the right of the Director to impose any other penalties provided in the insurance statutes or regulations. (7-1-93)

03. Rights of Policyholders, Claimants and Auditors Not Limited. Nothing contained in this rule is intended to, or shall in any manner, limit or restrict the rights of policyholders, claimants, and auditors. (7-1-93)

017. SEVERABILITY.

If any section or a portion of any section of this rule chapter or the applicability thereof to any person or circumstances is held invalid by a court, the remainder of the rule or the applicability of such provisions to other persons or circumstances shall not be affected thereby. (7-1-93)

018. -- 999. (RESERVED).

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