

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2009

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HOUSE BILL 964
Committee Substitute Favorable 4/28/09
Senate Commerce Committee Substitute Adopted 6/2/09

Short Title: Insurance Guaranty Association Amendments.

(Public)

Sponsors:

Referred to:

April 2, 2009

1 A BILL TO BE ENTITLED
2 AN ACT TO EXPAND THE DISCRETIONARY POWERS OF THE INSURANCE
3 GUARANTY ASSOCIATION TO ALLOW IT TO CONTRACT AS A SERVICING
4 FACILITY FOR OTHER ENTITIES.

5 The General Assembly of North Carolina enacts:

6 SECTION 1. G.S. 58-48-35(b) reads as rewritten:

7 "§ 58-48-35. Powers and duties of the Association.

8 ...

9 (b) The Association may:

- 10 (1) Employ or retain such persons as are necessary to handle claims and perform
11 other duties of the Association.
12 (2) Borrow funds necessary to effect the purposes of this Article in accord with
13 the plan of operation.
14 (3) Sue or be sued.
15 (4) Negotiate and become a party to such contracts as are necessary to carry out
16 the purpose of this Article.
17 (5) Perform such other acts as are necessary or proper to effectuate the purpose
18 of this Article.
19 (6) Refund to the member insurers in proportion to the contribution of each
20 member insurer to that account that amount by which the assets of the
21 account exceed the liabilities if, at the end of any calendar year, the board of
22 directors finds that the assets of the Association in any account exceed the
23 liabilities of that account as estimated by the board of directors for the
24 coming year.
25 (7) Be designated or may contract as a servicing facility for any entity which
26 may be recommended by the Association's board of directors and approved
27 by the Commissioner of Insurance."

28 SECTION 2. This act is effective when it becomes law.

