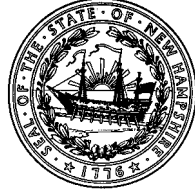


THE STATE OF NEW HAMPSHIRE
INSURANCE DEPARTMENT

Roger A. Sevigny
Commissioner



Thomas S. Burke
Director of Examinations

All Purchasing Groups Doing Business in New Hampshire

The New Hampshire General Court has enacted HB872 as Chapter 133 Laws of 1988, effective April 20, 1988. Pursuant to the provisions of this Act, a purchasing group offering coverage to residents of New Hampshire may purchase insurance on behalf of its New Hampshire members **ONLY** from licensed carriers, authorized surplus lines companies or properly registered risk retention groups.

The Law further provides that no person shall act or aid in any manner in soliciting or procuring liability insurance for any member of a purchasing group located in this State unless such person is properly licensed as an insurance agent or broker. Insurance premium tax liability is also imposed on premiums written through purchasing groups on New Hampshire residents.

This bill contains further definitive filing requirements. This Department expects each and every purchasing group with members who are New Hampshire residents to be aware of and to have fully complied with its provisions.

Your purchasing group has put this Department on notice that it is doing or intends to do business with residents of New Hampshire. Please specify to this Department the identity of the insurance carrier writing the coverage for members of your group.

As a reminder to those purchasing groups who are utilizing admitted (licensed) companies in the State of New Hampshire, they must be sure the policy and rates have been approved by the New Hampshire Insurance Department before any policies are issued to members located in the State of New Hampshire.

A handwritten signature in blue ink, appearing to read "RAS", is written over a light green rectangular background.

Roger A. Sevigny
Commissioner