



5. Each year the NCIGF publishes a compilation of case law interpreting guaranty association law for the exclusive use of member guaranty funds as well as an annual update to the Guaranty Fund Laws Manual that is a resource to guaranty funds with respect to claims handling issues.

6. The primary benefit to guaranty funds of membership in the NCIGF is assistance to guaranty funds in claims handling. The services provided by the NCIGF decrease the overall cost to the guaranty funds of handling claims under the policies of insolvent insurers and, thus, directly benefit the insolvent insurer's estate, because the cost is spread among many guaranty funds as opposed to each guaranty fund dealing separately with matters addressed by the NCIGF.

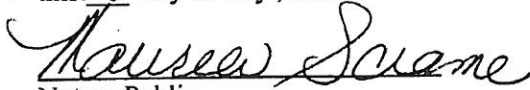
7. The dues paid by the Arizona Fund and other guaranty funds to the NCIGF are used to pay for the NCIGF staff and facilities required to carry out these activities. The dues charged by the NCIGF are not differentiated between dues relating to claims handling activities and dues relating to other functions. The dues support the NCIGF organization as a whole. The NCIGF does not permit guaranty funds to pick and choose what services they want and thereby receive a reduction in NCIGF dues. A guaranty fund either belongs to the NCIGF and pays the full NCIGF dues and obtains NCIGF benefits including assistance in handling claims as set forth herein, or it does not belong to the NCIGF.



Mark Steckbeck

Subscribed and sworn to before me,

this 26 day of July, 2012.

  
Notary Public



My commission expires: Oct 9, 2016.