

1 VIRGINIA ACTS OF ASSEMBLY — CHAPTER

2 *An Act to amend and reenact § 15.2-2704 of the Code of Virginia, relating to local government group*
3 *self-insurance pools; investment of assets.*

4
5 Approved

[S 850]

6 **Be it enacted by the General Assembly of Virginia:**

7 **1. That § 15.2-2704 of the Code of Virginia is amended and reenacted as follows:**

8 § 15.2-2704. Powers of group self-insurance pool; self-insurer for motor vehicle security; surety.

9 A group self-insurance pool, for the purposes of carrying on the business of the group self-insurance
10 pool whether or not a body corporate, shall have the power to sue and be sued, to make contracts, to
11 hold and dispose of real and personal property, and to borrow money, contract debts, and pledge assets
12 in the name of the group self-insurance pool. The assets of any group self-insurance pool established
13 pursuant to this chapter shall be invested in those securities and investments permitted by regulation
14 adopted by the State Corporation Commission for group self-insurance ~~workers' compensation plans~~
15 ~~pursuant to § 65.2-802~~ pools.

16 A group self-insurance pool shall be deemed a self-insurer for motor vehicle security under
17 § 46.2-368. Members of the pool participating in the motor vehicle self-insurance provided by the pool
18 shall be deemed to meet the requirements of security as required and an application for a certificate of
19 self-insurance under § 46.2-368 shall not be required. Additionally, a group self-insurance pool shall not
20 be subject to the provisions of § 38.2-2206 relating to uninsured motorist coverage unless it elects by
21 resolution of its governing authority to provide such coverage to its pool members.

22 The provisions of any statute or charter requiring a public official to post bond or obtain a surety
23 bond, the premium on which may lawfully be paid by a public agency of the Commonwealth, may be
24 satisfied with surety or fidelity insurance coverage furnished by a group self-insurance pool organized
25 under this chapter, including any deductible amount or other portion self-insured by the public agency
26 itself.

27 The power to enter into intergovernmental contracts under § 15.2-2703 specifically includes the
28 power to establish the pool as a separate legal or administrative entity for purposes of effectuating group
29 self-insurance pool agreements.

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