

ONE HUNDRED AND THIRD LEGISLATURE

Legislative Document

No. 687

H. P. 474 House of Representatives, February 8, 1967 Referred to Committee on Business Legislation. Sent up for concurrence and ordered printed.

Presented by Mr. Scott of Wilton.

BERTHA W. JOHNSON, Clerk

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED SIXTY-SEVEN

AN ACT Prohibiting Fictitious Grouping in the Business of Insurance.

Be it enacted by the People of the State of Maine, as follows:

Sec. 1. R. S., T. 24, § 2905, sub-§ 7, ¶ C, additional. Subsection 7 of section 2905 of Title 24 of the Revised Statutes is amended by adding a new paragraph C, to read as follows:

C. No insurer or any person on behalf of any insurer shall make, offer to make or permit any preference or distinction for purposes defined in section 502, subsections one, 2, 3, 5, 6, 7, 8 and 10 to 21, as to form of policy, certificate, premium, rates, benefits or conditions of insurance, based upon membership, nonmembership, employment, or of any person or persons by or in any particular group, association, corporation or organization, and shall not make the foregoing preference or distinction available in any event based upon any fictitious grouping of persons as defined in this section, such fictitious grouping being defined and declared to be any grouping by other than common majority ownership of the risk to be insured.

Sec. 2. Limitation. This Act shall not apply to any grouping organized prio to the effective date of this Act.