

MAINE STATE LEGISLATURE

The following document is provided by the
LAW AND LEGISLATIVE DIGITAL LIBRARY
at the Maine State Law and Legislative Reference Library
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied
(searchable text may contain some errors and/or omissions)

ONE HUNDRED AND FOURTH LEGISLATURE

Legislative Document

No. 720

H. P. 541

House of Representatives, February 11, 1969

Referred to Committee on Business Legislation. Sent up for concurrence and ordered printed.

BERTHA W. JOHNSON, Clerk

Presented by Mr. Brennan of Portland.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED
SIXTY-NINE

AN ACT to Clarify the General Law Relating to Formation of Corporations.

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

Sec. 1. R. S., T. 24, § 502, amended. The first paragraph of section 502 of Title 24 of the Revised Statutes, is amended to read as follows:

Any 10 or more persons, residents of the State, associated by such an agreement in writing as is described, with the intention of constituting a corporation for the transaction of insurance business **for profit** shall, upon complying with section 514, become and remain a corporation with all the powers, rights and privileges and be subject to all the duties, liabilities and restrictions set forth in all the general laws relating to insurance corporations. Corporations may be organized as provided, upon the stock or mutual principal for the following purposes:

Sec. 2. R. S., T. 24, § 502, sub-§ 10, repealed and replaced. Subsection 10 of section 502 of Title 24 of the Revised Statutes is repealed and the following enacted in place thereof:

10. **Title insurance.** To examine titles of real estate and personal property within the State, furnish information relative thereto and insure owners and others interested therein against loss by reason of encumbrances or defective titles, on a profit basis; but excluding bar-related nonprofit insurance and guaranty companies;