

ONE HUNDRED AND EIGHTH LEGISLATURE

Legislative Document

No. 982

H. P. 806 On motion of Ms. Clark of Freeport referred to the Committee on Business Legislation. Sent up for concurrence and ordered printed. EDWIN H. PERT, Clerk

Presented by Mrs. Boudreau of Portland.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED SEVENTY-SEVEN

AN ACT Concerning the Maine Property Insurance Cancellation Control Act.

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

Sec. 1. 24-A MRSA § 3048, as enacted by PL 1973, c. 239, is amended by adding at the end the following new paragraph:

Any policy written for a term longer than one year or with no fixed expiration date shall be considered, for purposes of this subchapter, written for successive policy terms of one year.

Sec. 2. 24-A MRSA § 3049, last ¶, as enacted by PL 1973, c. 239, is amended to read:

This section shall not apply to any policy or coverage which has been in effect less than 69 go days at the time notice of cancellation is mailed or delivered by the insurer unless it is a renewal policy. This section shall not apply to the nonrenewal of a policy.

STATEMENT OF FACT

The purposes of this bill are to:

1. Add to the act language currently found in the Automobile Insurance Cancellation Control Act.

2. Provide needed additional time for insurers to adequately investigate a risk before coming under the provisions of the Cancellation Control Act.