

MAINE STATE LEGISLATURE

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1 SECOND REGULAR SESSION
2

3 ONE HUNDRED AND TWELFTH LEGISLATURE
4

5 Legislative Document

No. 1734

6 H.P. 1227

House of Representatives, December 26, 1985

7 Submitted by the Department of Business, Occupational and Professional
8 Regulation pursuant to Joint Rule 24.

9 Received by the Clerk of the House on December 26, 1985. Referred to
10 the Committee on Business and Commerce and 1,600 ordered printed
pursuant to Joint Rule 14.

EDWIN H. PERT, Clerk

Presented by Representative Brannigan of Portland.

11 Cosponsored by Senator Kerry of York, Representative Stevens of
Bangor and Representative Aliberti of Lewiston.

12 STATE OF MAINE
13

14 IN THE YEAR OF OUR LORD
15 NINETEEN HUNDRED AND EIGHTY-SIX
16

17 AN ACT Relating to Dividends on Insurance
18 Policies.
19

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

22 24-A MRSA §2162-A is enacted to read:

23 §2162-A. Payment of dividend conditioned upon renew-
24 al; unfair trade practice

25 It is an unfair trade practice to make the pay-
26 ment of a dividend or any portion of a dividend con-
27 ditioned upon renewal of the policy or contracts.

1

STATEMENT OF FACT

2 This bill makes payment of an insurance policy
3 dividend conditional upon renewal of an insurance
4 policy a defined unfair trade practice. As dividends
5 are based on experience for the prior year, they
6 should be paid regardless of whether the policy is
7 renewed.

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