



114th MAINE LEGISLATURE

FIRST REGULAR SESSION - 1989

Legislative Document

No. 593

H.P. 428

House of Representatives, March 6, 1989

Reference to the Committee on Banking and Insurance suggested and ordered printed.

Id Pert

EDWIN H. PERT, Clerk

Presented by Representative STEVENS of Bangor. Cosponsored by Representative GARLAND of Bangor, Senator BUSTIN of Kennebec and Representative ALLEN of Washington.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-NINE

An Act to Require a Hearing to Cancel Policies Issued under an Assigned Risk Plan.

1	Be it enacted by the People of the State of Maine as follows:
3	Sec. 1. 24-A MRSA §2913, sub-§1, as enacted by PL 1973, c. 339, §1, is amended to read:
5	
7	 Insured under an automobile assigned risk plan, except for the assigned risk insurance plan in section 2924;
9	Sec. 2. 24-A MRSA §2924 is enacted to read:
11	<u>§2924. Assigned risk insurance plan</u>
13	<u>No notice of cancellation of an assigned risk insurance plan</u> is effective unless mailed or delivered by the insurer to the
15	named insured at least 2 weeks prior to the effective date of cancellation. A post-office department certificate of mailing to
17	<u>the named insured at the address shown on the policy is proof of receipt of the mailing.</u>
19	
21	STATEMENT OF FACT
23	This bill ensures that an automobile insurance policy under an assigned risk plan may not be cancelled without a 2-week prior
25	notice.

()

 $\left(\right)$