



## 115th MAINE LEGISLATURE

## SECOND REGULAR SESSION-1992

Legislative Document

No. 2147

S.P. 843

۹ (1) In Senate, January 14, 1992

Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 26. Reference to the Committee on Banking and Insurance suggested and ordered printed.

JOY J. O'BRIEN Secretary of the Senate

Presented by President PRAY of Penobscot Cosponsored by Senator GILL of Cumberland, Representative MITCHELL of Vassalboro and Representative ERWIN of Rumford.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND NINETY-TWO

An Act to Prohibit Undocumented Insurance Trade Practices.

Printed on recycled paper

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

24-A MRSA §2184 is enacted to read:

## <u>§2184. Credit card charges</u>

An insurer or any person representing or acting as an agent 8 for an insurer may not charge a premium to a credit card held by an insured or potential insured without a signed written 10 authorization from the insured or potential insured.

## STATEMENT OF FACT

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This bill prohibits insurance companies from charging premiums to a credit card held by an insured or potential insured unless the company obtains a signed authorization. The restriction prevents fraudulent or mistaken charges resulting from telephone conversations. 20

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