

MAINE STATE LEGISLATURE

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SEVENTY-SEVENTH LEGISLATURE

SENATE

NO. 119

In Senate, Feb. 17, 1915.

Ordered, That five hundred copies be printed and that the same be referred to the Committee on Mercantile Affairs and Insurance.

Committee on Reference.

Presented by Mr. Chatto of Hancock.

STATE OF MAINE

RESOLVE. for an Investigation of the Hancock Mutual Fire Insurance Company.

Resolved, That the Governor, with the advice of the Council, appoint three commissioners, one of whom shall be an attorney, whose duty it shall be to take all necessary and suitable measures to ascertain the method of said Hancock Mutual Fire Insurance Company in conducting its business affairs, the amount of all money received, and paid out, for what purpose, and by whom, the amount of all its losses, and all expenses incurred by said company, and by whom, from the date of its organization to the date of its suspension of business by the appointment of a receiver and to include all acts of said receiver. Said commissioner to re-

12 port the result of such investigation to the Governor and
13 Council, on or before the first day of October, A. D. 1915,
14 and the sum of two hundred and fifty dollars shall be, and
15 the same is, hereby appropriated for the purpose of said
16 investigation.

STATEMENT OF FACTS.

Statement of the Hancock Mutual Fire Insurance Company
of Bar Harbor, Maine, at the close of business, February 1,
1912:

ASSETS.

Cash in office.....	\$134 58
Cash in bank.....	329 78
Note of C. E. Tolman & Co.....	200 00
Note of C. E. Tolman & Co.....	140 00
Note of I. L. Sprague.....	20 80
	\$825 16
Agents' balances	\$1,005 68
Unpaid assessments	4763 43
Cash premiums uncollected (estimated).....	50 00
Cash received February 2nd.....	10 20
Furniture and fixtures.....	5 00
	\$6,659 47
Gross assets, except premium notes.....	6,659 47
Premium notes in force.....	\$58,264 36
Balance uncollected (estimated)....	40,000 00

LIABILITIES.

Losses unpaid	\$10,416 41
Due for borrowed money.....	7,500 00
F. E. Walls' salary.....	329 00
F. E. Walls' salary.....	125 00
Printing bill.....	10 00
50% cash premiums in force.....	2,343 33
	\$20,723 74

Company organized July 26, 1906. Receiver appointed Feb-
ruary 20, 1912.

Since the appointment of the receiver of the company, two assessments have been made. The first of which in 1912, many of the policy-holders believing that it settled their total indebtedness, as no motive was given at the time of the first assessment that there were further debts of the company remaining unpaid, but in 1914 a final assessment was sent to the policy-holders calling for a larger amount than that of the 1912 assessment.