

# MAINE STATE LEGISLATURE

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EIGHTY - THIRD LEGISLATURE

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House Document

No. 291

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H. P. 958

House of Representatives, Mar. 1, 1927.

Referred to Committee on Mercantile Affairs and Insurance  
and 500 copies ordered printed. Sent up for concurrence.

CLYDE R. CHAPMAN, Clerk.

Presented by Mr. Bartlett of Bangor.

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STATE OF MAINE

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IN THE YEAR OF OUR LORD ONE THOUSAND NINE  
HUNDRED AND TWENTY-SEVEN

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AN ACT Relating to Liability Insurance Premiums.

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

*Premium rate authorized in certain form of Automobile  
2 Collision Insurance.* Any domestic or foreign corporation,  
3 which is lawfully qualified and licensed to transact liability  
4 insurance in this state, may enter into and issue liability  
5 insurance contracts in this state indemnifying owners of  
6 motor vehicles against direct loss or damage to such motor  
7 vehicles owned by them, including the operating equipment  
8 of said motor vehicles while attached thereto, caused solely  
9 by accidental collision with another object, either moving  
10 or stationary, or by upset, upon such terms and with such

11 restrictions and exceptions as to liability as it may be lawful  
12 for any company issuing such policies to include therein in  
13 this state, for and in consideration of a minimum annual  
14 cash premium rate equal to fifty per cent of the full coverage  
15 collision annual cash premium rate established and promul-  
16 gated to cover the same risk in the same locality for the  
17 year or period in question by the company; on the following  
18 conditions which shall appear in such contract policies:  
19 (first) that the insured shall pay such loss or damage to  
20 each motor vehicle thus insured to an amount equal to said  
21 minimum cash premium paid by said insured for such insur-  
22 ance on said motor vehicle, (second) that the insurance  
23 company's liability thereon shall be only in excess of such  
24 payment by the insured as to such motor vehicle, and (third)  
25 that any payments made by the insured for such loss or  
26 damage of less amount than the maximum he may be re-  
27 quired to pay in case of said motor vehicle shall be credited  
28 cumulatively as to said motor vehicle until the maximum  
29 amount which the insured may be required to pay with  
30 respect thereto shall have been paid. Such insurance poli-  
31 cies, whether the amount which the insured therein may be  
32 obliged to pay in addition to the cash premium therefor is  
33 designated therein as a retention or loss deduction, shall be  
34 valid, and shall in no event be considered a violation of  
35 section one hundred twenty-nine of chapter fifty-three of  
36 the revised statutes of this state.