

# MAINE STATE LEGISLATURE

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## NINETY - EIGHTH LEGISLATURE

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**Legislative Document**

**No. 840**

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H. P. 591 House of Representatives, February 19, 1957.  
Referred to Committee on Business Legislation. Sent up for concurrence and ordered printed.

HARVEY R. PEASE, Clerk.

Presented by Mr. Hughes of St. Albans.

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### STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED  
FIFTY-SEVEN

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#### **AN ACT Relating to Payment of Premium of Insurance Policies under Franchise Plan.**

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

**R. S., c. 60, § 123, sub-§ I, amended.** Subsection I of section 123 of chapter 60 of the Revised Statutes is hereby amended to read as follows:

**I.** Accident and sickness insurance on a franchise plan is declared to be that form of accident and sickness insurance issued to:

**A.** Five or more employees of any corporation, copartnership or individual employer or any governmental corporation, agency or department thereof, or

**B.** Ten or more members of any trade, occupational or professional association, or of a labor union, or of any other association, having had an active existence for at least 2 years where such association or union has a constitution or by-laws and is formed in good faith for purposes other than that of obtaining insurance;

where such persons, with or without their dependents, are issued the same form of an individual policy varying only as to amounts and kinds of coverage applied for by such persons, under an arrangement whereby the premiums on such policies may be paid to the insurer periodically by the employer, with or without payroll deductions, or by the association for its members, or by some designated person acting on behalf of such employer or association or by the insured directly to the insurer, if permitted by the insurer.'