

MAINE STATE LEGISLATURE

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N I N E T Y - N I N T H L E G I S L A T U R E

Legislative Document

No. 936

H. P. 645

House of Representatives, February 25, 1959

Referred to the Committee on Judiciary. Sent up for concurrence and ordered printed.

HARVEY R. PEASE, Clerk

Presented by Mr. Emmons of Kennebunk.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED
FIFTY-NINE

**AN ACT Relating to Dissolution of Corporations for Non-use of
Corporate Powers.**

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

R. S., c. 60, § 12-A, additional. Chapter 60 of the Revised Statutes is amended by adding a new section to be numbered 12-A, to read as follows:

‘Sec. 12-A. Dissolution of domestic insurance company. The commissioner shall bring a bill in equity for dissolution of a domestic insurance company when the company has not obtained a license to transact insurance business as required by section 3 within one year of the date of its incorporation, or when it stops transacting insurance business continuously for one year.

I. Power of court. On proof of its failure to become licensed or to transact business, the court shall enjoin the company from further activity and order its dissolution or sale according to chapter 53, sections 103, 110, 117 and 118.

II. Insurance business defined. The transaction of insurance business means the issuance of contracts of insurance covering risks in this State, or the receipt of premiums for the continuation of contracts already in force.’