

MAINE STATE LEGISLATURE

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ACTS AND RESOLVES

OF THE

FIFTY-SIXTH LEGISLATURE

OF THE

STATE OF MAINE.

1877.

Published by the Secretary of State, agreeably to Resolves of June 28, 1820,
February 28, 1840, and March 16, 1842.

AUGUSTA :

SPRAGUE, OWEN & NASH, PRINTERS TO THE STATE.

1877.

PUBLIC LAWS

OF THE

STATE OF MAINE.

1877.

pay said party or company a sum not exceeding one cent per pound, on all beet sugar manufactured in this state, from beets raised in this state; the amount of bounty, so paid, not to exceed seven thousand dollars in any one year, and not to exceed ten years from the time of the payment of the first bounty money.

Approved February 7, 1877.

CHAP. 185

Chapter 185.

An act additional to chapter forty-nine of the Revised Statutes, relating to Life Insurance.

Be it enacted by the Senate and House of Representatives in Legislature assembled, as follows :

SECT. 1. Every policy of life insurance issued on and after the first day of April, in the year of our Lord one thousand eight hundred and seventy-seven, by any company chartered by the authority of this state, which may be forfeited for non-payment of premiums, including all notes given for premiums or interest thereon, after it shall have been in force three full years, and which shall not contain provision for a surrender value at least equivalent to the value arising under the terms of this act, shall, nevertheless, be continued in force to an extent, and for a period of time to be determined as follows, to wit: 'The net value of the policy, when the premium becomes due and is not paid, shall be ascertained according to the combined experience, or actuaries rate of mortality, with interest at four per centum per annum; after deducting from three-fourths of such net value any indebtedness to the company, or notes held by the company against the insured, which notes, if given for premium, shall then be cancelled, what remains shall be considered as a net single premium of temporary insurance, and the term for which it will insure shall be determined according to the age of the party at the time of the lapse of the policy, and the assumptions of mortality and interest aforesaid; but if the policy shall be an endowment, payable at a certain time, or at death, if it should previously occur, then, if what remains, as aforesaid, shall exceed the net single premium of temporary insurance for the balance of the endowment term for the full amount of the policy, such excess shall be

Life insurance policies issued after April 1, 1877, forfeited for non-payment of premiums, after it shall have been in force 3 years, shall be continued in force.

Net value of policy, how ascertained.

—indebtedness to company deducted.

—balance, a net single premium for temporary insurance.

—term, how determined.

Endowment policy.

CHAP. 185

Excess, when payable.

—amount, how determined.

Proceedings where premiums are payable oftener than once a year.

In case of death during term of temporary insurance, company to pay amount of policy.

Proviso.

considered as a net single premium or single endowment, payable only at the same time as the original endowment, and in case the life insured survives to such time; and the amount thus payable by the company shall be determined according to the age of the party at the time of the lapse of the policy, and the assumptions of mortality and interest, aforesaid. For the purpose of this act, when the premiums upon any policy shall be payable oftener than once in every year, and default shall be made in the payment of any premium after the policy shall have been in force for three full years, the policy shall be valued in the same manner as it would have been had the whole premium for the policy year last entered upon been paid in full, and the balance of said year's premium actually unpaid shall not be deducted from the reserve as an outstanding indebtedness at the time of default, but shall become a part of the forborne premium, as hereinafter provided.

SECT. 2. If the death of the life insured occur within the term of temporary insurance covered by the value of the policy, as determined in the previous section, and if no condition of the insurance, other than the payment of premium has been violated by the insured, the company shall be bound to pay the amount of the policy the same as if there had been no lapse of premium, anything in the policy to the contrary notwithstanding; *provided, however*, that notice of the claim and proof of the death shall be submitted to the company, in the same manner as provided by the terms of the policy, within ninety days after the decease; *and provided, also*, that the company shall have the right to deduct from the amount insured in the policy the amount compounded at seven per centum per annum of all the premiums that had been forborne at the time of the death, including the whole of the year's premium in which the death occurs.'

Approved February 7, 1877.