
To accompany the petition of Simon J. Bennett for legislation to further regulate the payment of return premiums following the cancellation of policies of insurance. Insurance.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Thirty-Six.

An Act further regulating the Payment of Return Premiums following the Cancellation of Policies of Insurance.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 Chapter one hundred and seventy-five of the
2 General Laws is hereby amended by inserting
3 after section twenty-four, as appearing in the
4 Tercentenary Edition, the following new sec-
5 tion: —

6 *Section 24A.* If any policy of insurance, of
7 any type or form, is cancelled, irrespective of
8 when notice of such cancellation is given to the
9 company issuing the same, or to its authorized
10 agent, such company shall forthwith, upon such
11 notification, pay the return premium due thereon
12 to the person insured by such policy when can-
13 celled; provided, that, forthwith upon such can-
14 cellation and until such notification and pay-
15 ment, such company shall hold such premium
16 as constructive trustee for, and for the sole bene-
17 fit of, such insured person.

