

## The Commonwealth of Massachusetts

in the Year One Thousand Nine Hundred and Seventy-Six

AN ACT FURTHER DEFINING CONTRACT OF INSURANCE

Enacted by the Senate and House of Representatives in General Court assembled and by the Council of the Senate, as follows:

Section 2 of Chapter 175 of the General Laws is hereby amended by adding the following sentence:—

3. Any limited service contract indemnifying the holder against

by word, text or failure to follow the policy.

A contract indemnifying the holder against loss or damage to property or other interest in real or personal property shall not be

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**SENATE . . . . . No. 1531**

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**The Commonwealth of Massachusetts**

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**SENATE, June 1, 1976.**

The committee on Insurance, to whom was referred the petition (accompanied by bill, Senate, No. 1497) of Daniel J. Foley for legislation to further define contract of insurance, reports the accompanying bill (Senate, No. 1531).

**For the Committee,****DANIEL J. FOLEY**

**The Commonwealth of Massachusetts**

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

**AN ACT FURTHER DEFINING CONTRACT 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 Section 2 of Chapter 175 of the General Laws is hereby
- 2 amended by adding the following sentence: —
- 3 Any limited service contract indemnifying the holder against
- 4 loss caused by wear, tear or failure of any mechanical or
- 5 other component part due to defect in material or workman-
- 6 ship arising out of the operation of such part, shall not be
- 7 considered insurance under this section.