

Donald Sytsma v. MMG Insurance Company

Held: February 17, 2021
Decision Issued: February 25, 2021
Docket Number: INS-21-2005

The named insured requested a hearing to contest the cancellation of a dwelling fire policy and two homeowners policies for nonpayment of premium. The company asserted that the premium for the policies was not paid when due and that all statutory notice requirements were met.

Held: For the company. 24-A M.R.S. §3049(1) allows an insurer to cancel a property policy if the insured fails to make a premium payment when due. The company demonstrated that it notified the named insured of the premium amount owing for the policies prior to the payment due date, that a cancellation notice was properly issued to the named insured at his last known address, and that payment of the total premium due was not received before the effective cancellation date for the policies.