

***Miranda Everett v. State Farm Fire & Casualty Company***

Held February 3, 2016– Docket No. INS-16-2005

Decision Issued: February 3, 2016

The named insured requested a hearing to contest the cancellation of her insurance policies for nonpayment of premium. The company demonstrated that the premium was not paid when due and that all statutory notice requirements were met.

**Held:** For the company. Maine law under 24-A M.R.S.A. §§ 2908(1) and 3049(1) allow an insurer to cancel a policy if an insured fails to make a premium payment when due. The company demonstrated that the named insured suspended payment of scheduled electronic draft payment prior to the due date, and no payment was received. A cancellation notice was properly issued to the named insured at the last known address, and payment was not received before the cancellation date. Accordingly, the cancellation action is permitted.