

# MAINE STATE LEGISLATURE

The following document is provided by the  
**LAW AND LEGISLATIVE DIGITAL LIBRARY**  
at the Maine State Law and Legislative Reference Library  
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied  
(searchable text may contain some errors and/or omissions)

STATE OF MAINE  
116TH LEGISLATURE

FIRST REGULAR SESSION

BILL SUMMARIES  
JOINT STANDING COMMITTEE  
ON  
BANKING AND INSURANCE

JULY 1993

**Staff:**  
*Jane Orbeton, Legal Analyst*

*Office of Policy and Legal Analysis  
Room 101, State House Station 13  
Augusta, ME 04333  
(207)287-1670*

**MEMBERS:**

*\*Sen. Dale McCormick  
Sen. Richard J. Carey  
Sen. R. Leo Kieffer*

*\*Rep. Edward L. Pineau  
Rep. Phyllis R. Erwin  
Rep. Richard H. C. Tracy  
Rep. Ruth Joseph  
Rep. Anne M. Rand  
Rep. Mona Walker Hale  
Rep. Louise Townsend  
Rep. Joseph G. Carleton, Jr.  
Rep. Leslie Kutasi  
Rep. Richard H. Campbell*

*\*Denotes Chair*

MARTHA E. FREEMAN, DIRECTOR  
WILLIAM T. GLIDDEN, JR., PRINCIPAL ANALYST  
JULIE S. JONES, PRINCIPAL ANALYST  
DAVID C. ELLIOTT, PRINCIPAL ANALYST  
MARION HYLAN BARR  
JON CLARK  
LISA COPENHAVER  
DEBORAH C. FRIEDMAN  
MICHAEL D. HIGGINS  
JILL IPPOLITI



JOHN B. KNOX  
ROY W. LENARDSON  
PATRICK NORTON  
JANE ORBETON  
MARGARET J. REINSCH  
PAUL J. SAUCIER

JOHN G. KELLEY, RESEARCHER  
DARLENE A. SHORES LYNCH, RESEARCHER  
CARRIE C. McFADDEN, RESEARCHER

STATE OF MAINE  
OFFICE OF POLICY AND LEGAL ANALYSIS  
ROOM 101/107/135  
STATE HOUSE STATION 13  
AUGUSTA, MAINE 04333  
TEL: (207) 287-1670  
FAX (207) 287-1275

**ONE HUNDRED AND SIXTEENTH LEGISLATURE  
FIRST REGULAR SESSION**

**JOINT STANDING COMMITTEE  
BILL SUMMARIES**

**JULY 1993**

This document is a compilation of the bill summaries prepared by this office for the Joint Standing Committees and Joint Select Committees of the Maine Legislature. The volume is organized alphabetically by committee; within each committee, the summaries are arranged by LD number. A subject index is provided at the beginning of each committee's summaries.

The committee report or reports, the prime sponsor for each bill and the lead co-sponsor in each house if one has been designated are listed below each bill title. All adopted amendments are listed, by paper number (e.g., H-584 or S-222), together with the sponsor for floor amendments. Final action on each bill is listed to the right of the title. Various types of final action are abbreviated as follows:

<i>PUBLIC XXX</i>	<i>Chapter # of enacted Public Law</i>
<i>P&amp;S XXX</i>	<i>Chapter # of enacted Private &amp; Special Law</i>
<i>RESOLVE XXX</i>	<i>Chapter # of enacted Resolve</i>
<i>CON RES XXX</i>	<i>Chapter # of Constitutional Resolution passed by both Houses</i>
<i>EMERGENCY</i>	<i>Enacted law takes effect sooner than 90 days</i>
<i>CARRIED OVER</i>	<i>Bill carried over to Second Session</i>
<i>ONTP</i>	<i>Ought Not to Pass report accepted</i>
<i>ENACTMENT FAILED</i>	<i>Bill failed to get majority vote</i>
<i>INDEF PP</i>	<i>Bill Indefinitely Postponed</i>
<i>FAILED EMERGENCY ENACTMENT</i>	<i>Emergency bill failed to get 2/3 vote</i>
<i>FAILED MANDATE ENACTMENT</i>	<i>Bill imposing local mandate failed to get 2/3 vote</i>
<i>DIED BETWEEN BODIES</i>	<i>House &amp; Senate disagree; bill died</i>
<i>CONF CMTE UNABLE TO AGREE</i>	<i>Committee of Conference formed but unable to agree</i>
<i>VETO SUSTAINED</i>	<i>Legislature failed to override Governor's Veto</i>
<i>UNSIGNED</i>	<i>Not signed by Governor within 10 days</i>
<i>DIED ON ADJOURNMENT</i>	<i>Action incomplete when session ended; bill died</i>

These summaries were prepared by the analyst or analysts assigned to the committee. But, this document was produced by the efforts of all the office staff, including secretaries: Charlene Raymond and Valarie Parlin.

If you have any suggestions or comments on these summaries, please let us know.

4693NRG

6. The amendment provides that, if an employee of a financial institution or credit union or any of their subsidiaries is to be considered an individual employee agent of that entity as part of its qualification for a limited agent's license to sell annuities and that employee has an insurance agent's license to sell products in addition to annuities, the employee's license must be exchanged for a limited license to sell only annuities as an agent of the financial institution or credit union.
7. The amendment defines the applicability of the continuing education requirements of the Maine Revised Statutes, Title 24-A for licensed agents, brokers or consultants and applies those continuing education requirements to limited licenses covering the sale of annuities.
8. This amendment prohibits a financial institution or credit union from entering into an agreement for the sale of annuities on behalf of the financial institution or credit union with an agent who is a director or an agency if the director is an owner or otherwise has a financial interest in the agency. It prohibits an individual who is a member of the board of directors of a financial institution or credit union from being affiliated with that institution for the sale of annuities.
9. This amendment adds a fiscal note.

Senate Amendment "A" to Committee Amendment "A" (S-227) ensures that a purchaser of annuities sold on the premises of a financial institution, credit union or financial institution holding company is adequately informed that the annuities are not insured by the Federal Deposit Insurance Corporation.

Senate Amendment "B" to Committee Amendment "A" (S-231) prohibits an individual licensed to sell annuities from holding a license to sell general lines of life and health insurance if that individual sells annuities. It prohibits financial institutions and credit unions authorized to sell annuities from selling lists of the names of persons purchasing annuities.

**LD 1054      Resolve, Requiring an Audit of the Functions and Records of Workers' Compensation Insurers      ONTP**

<b>SPONSOR(S)</b>	<b>COMMITTEE REPORT</b>		<b>AMENDMENTS ADOPTED</b>
COFFMAN	ONTP	MAJ	
	OTP-AM	MIN	

**SUMMARY**

This resolve directs the Public Advocate to conduct an audit of the functions and records of the workers' compensation residual market mechanism from 1985 to 1992.

**LD 1055      An Act Related to Documentation of Transaction Fees at Automatic Teller Machines      ONTP**

<b>SPONSOR(S)</b>	<b>COMMITTEE REPORT</b>		<b>AMENDMENTS ADOPTED</b>
PARADIS P	ONTP		

**SUMMARY**

This bill requires financial institutions that provide financial services via automatic teller machines or supermarket or department store electronic debit terminals to post notice of any transaction fees. This bill does not mandate what transaction fee may be charged.