

MAINE STATE LEGISLATURE

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STATE OF MAINE
SENATE
108TH LEGISLATURE
FIRST REGULAR SESSION

(Filing No. S-248)

COMMITTEE AMENDMENT " A" to S.P. 101, L.D. 230, Bill,
"AN ACT Relating to Valuation of Real Estate Held by Insurers."

Amend the Bill by inserting after the enacting clause
the following:

'Sec. 1. 24-A MRSA §921, sub-§6 is enacted to read:

6. If the superintendent finds, in view of the character
of investments held by domestic insurers, it would be prudent for
such insurers to establish a special reserve for possible losses
or fluctuations in the value of its investments, including realty
holdings acquired by mortgage loan default, he may permit or
require such insurer to establish such reserve, reasonable in amount,
and may require that such reserve be maintained and reported in
any statement or report of financial condition of the insurer.'

Further amend the Bill by striking out in the first line
after the enacting clause the underlined abbreviation and figure
"Sec. 1." and inserting in its place the underlined abbreviation
and figure 'Sec. 2.'

Further amend the Bill by striking out all of sections 2
and 3.

Statement of Fact

This amendment deletes the sections modifying the valuation
of property held by insurers but adds a provision whereby the

superintendent may require a special reserve fund for the protection of the insured should the insurer's investments be subject to unusual fluctuations in value.

Reported by the Committee on Business Legislation.

Reproduced and distributed pursuant to Senate Rule 11-A.

June 14, 1977

(Filing No. S-248)