MAINE STATE LEGISLATURE

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STATE OF MAINE SENATE 108TH LEGISLATURE FIRST REGULAR SESSION

SENATE AMENDMENT "A" to H.P. 1261, L.D. 1490, Bill,
"AN ACT to Avoid Delays in Payment of Workmen's Compensation
Claims because of the Involvement of Two or More Insurance
Carriers."

Amend the Bill by striking out everything after the amending clause and inserting in its place the following:

'§104-B. Liability when 2 carriers dispute over financial responsibility

If an employee has sustained more than one injury while employed by the same employer and if the employer was insured under this Act by one carrier when the first injury took place and insured under this Act by a 2nd carrier when the last injury took place and if there is a dispute between the 2 carriers as to their financial responsibility concerning each injury, the carrier providing coverage at the time of the last injury shall be responsible to the employee for payment of weekly compensation benefits for the last injury and shall have the right of subrogation against the first insurance carrier for the amount of the first carrier's financial responsibility for the employee's first injury.'

Statement of Fact

Because Maine law provides that an employer is liable for any aggravation of a preexisting injury, usually the last carrier is ultimately held to be liable for payment of weekly/penefits

to injured employees. Further, an insurer on a risk at the time a a claim is processed by an employee usually has/better an relationship with/employer than the former insurer.

(Hewes) (/ C/ca cl) Hents

COUNTY: Cumberland

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