MAINE STATE LEGISLATURE

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FIRST REGULAR SESSION

ONE HUNDRED AND THIRTEENTH LEGISLATURE

Legislative Document

NO. 1537

H.P. 1127 House of Representatives, May 13, 1987 Reference to the Committee on Banking and Insurance suggested and ordered printed.

EDWIN H. PERT, Clerk

Presented by Speaker MARTIN of Eagle Lake.
Cosponsored by Representative RYDELL of Brunswick,
Senators THERIAULT of Aroostook and BUSTIN of Kennebec.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-SEVEN

1 2 3 4 5	AN ACT to Clarify the Authority of the Superintendent of Insurance to Assign Risks for Workers' Compensation Insurance.
6 7 .	Be it enacted by the People of the State of Maine as follows:
8 9	Sec. 1. 24-A MRSA §2325, sub-§2, ¶C, as amended by PL 1979, c. 423, is further amended to read:
.0 .1 .2 .3 .4 .5	C. The limits of liability which the insurer shall be required to assume, except that the maximum amount of physical damage coverage for commercial type vehicles shall be determined by the superintendent based on the current cost of new vehicles but not to exceed a maximum amount of \$100,000; and

1 2	Sec. 2. 24-A MRSA §2325, sub-§2, ¶D, as amended by PL 1973, c. 585, §12, is further amended to read:
3 4 5 6	D. A method whereby applicants for insurance, insureds and insurers may have a hearing on grievances and the right of appeal to the superintendent; and
7 8	Sec. 3. 24-A MRSA §2325, sub-§2, ¶E is enacted to read:
9 LO L1	E. Assessments shall be based on an insurer's share of the entire workers' compensation insurance market in this State.
L 2	STATEMENT OF FACT
13 14 15 16 17 18 19	The purpose of this bill is to clarify the basis of the assessment for the support of the assigned risk pool in workers' compensation insurance. Assessment is presently made on the basis of the insurer's share of the voluntary market. This bill requires that the assessment be made on the basis of an insurer's share of the whole market, both the voluntary and involuntary workers' compensation insurance market in this State.