

L.D. 66

(Filing No. H- 31)

STATE OF MAINE HOUSE OF REPRESENTATIVES **116TH LEGISLATURE** FIRST REGULAR SESSION

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COMMITTEE AMENDMENT "H" to H.P. 50, L.D. 66, Bill, "An Act to Preserve the Public Advocate's Participation in Residual Market Deficit Proceedings at the Bureau of Insurance"

Amend the bill by striking out everything after the enacting 18 clause and before the emergency clause and inserting in its place the following:

'Sec. 1. 24-A MRSA §2386-A, sub-§6, ¶C is enacted to read:

C. For all filings pursuant to this section during calendar years 1993 and 1994, the insurance carriers participating in 24 the proceeding are not required to pay the fees as provided in paragraph B but shall pay to the superintendent a filing fee of \$50,000. The superintendent shall immediately credit the filing fee to the Public Advocate. The filing fee must be segregated and expended to employ outside consultants and pay other expenses, including staff salaries, to fulfill the requirements of this section. In addition, the insurance carriers participating in the filing shall pay to the superintendent an additional fee of \$15,000 to cover the salaries of Public Advocate staff involvement in this proceeding. The superintendent shall transfer this fee and any other fees received for staff salaries to the Public Advocate Regulatory Fund established pursuant to Title 35-A, section 116, subsection 8. Any portion of the fees paid pursuant to this paragraph not expended for the purposes of the fee must be returned to the insurance carriers.

On or before September 15, 1994, the Public Advocate shall 42 report to the joint standing committee of the Legislature 44 having jurisdiction over banking and insurance matters on fees paid pursuant to this paragraph, including, but not 4б limited to, the income received, expenses paid and any amounts returned to insurance carriers.

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2 Sec. 2. Allocation. The following funds are allocated from Other Special Revenue to carry out the purposes of this Act. 4 1992-93 1993-94 6 **EXECUTIVE DEPARTMENT** 8 Office of the Public Advocate 10 Personal Services \$15,000 \$15,000 All Other 50,000 50,000 12 Provides for the allocation 14 of funds from expected filing 16 fees for the Public Advocate's participation in 18 fresh start proceedings. 20 **EXECUTIVE DEPARTMENT** TOTAL \$65,000 \$65,000' 22 Further amend the bill by inserting before the statement of fact the following: 24 26 **'FISCAL NOTE** 28 1992-93 1993-94 30 **APPROPRIATIONS/ALLOCATIONS** 32 \$65,000 \$65,000 Other Funds 34 REVENUES 36 Other Funds 38 \$65,000 \$65,000 40 The Office of the Public Advocate within the Executive Department will receive an additional \$45,000 of Other Special 42 Revenue from a \$30,000 increase in the filing fee and a \$15,000 fee assessed for each fresh start proceeding. Revenue is not currently budgeted or allocated for this purpose, despite the 44 fact that there is usually one filing per year. This bill recognizes additional revenue of \$65,000 annually and allocates 46 that amount in fiscal year 1992-93 and fiscal year 1993-94. 48 The Bureau of Insurance will incur some minor additional costs related to the expansion of the fresh start hearings. 50

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COMMITTEE AMENDMENT "H" to H.P. 50, L.D. 66

resources.'

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STATEMENT OF FACT

These costs can be absorbed within the bureau's existing budgeted

This amendment replaces the bill and accomplishes the same 8 purposes while also doing the following.

1. It makes the increased fees applicable only for calendar 10 years 1993 and 1994.

2. It applies the repayment of unexpended fees to both the 14 \$50,000 fee and the \$15,000 fee.

3. It requires a report to the Joint Standing Committee on 16 Banking and Insurance on income and expenses paid from the fees on or before September 15, 1994. 18

4. It adds a fiscal amendment for the allocations necessary to authorize the Public Advocate to use the increased fees.

Reported by the Majority of the Committee on Banking and Insurance roduced and distributed under the direction of the Clerk of the ı. JSe 2/26/93 (Filing No. H-31)

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