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)



116th MAINE LEGISLATURE

FIRST REGULAR SESSION-1993

Legislative Document

No. 472

H.P. 369

House of Representatives, February 11, 1993

An Act to Facilitate the Payment and Collection of Safety Education and Training Fund Assessments.

Submitted by the Department of Labor pursuant to Joint Rule 24. Reference to the Committee on Labor suggested and ordered printed.

JOSEPH W. MAYO, Clerk

Presented by Representative PINEAU of Jay.

Cosponsored by Representatives: AIKMAN of Poland, CARLETON of Wells, Senator:

KIEFFER of Aroostook.

Be it enacted by the People of the State of Maine as follows:

2

42

Sec. 1. 26 MRSA $\S61$, sub- $\S2$, as amended by PL 1991, c. 885, Pt. E, $\S34$ and affected by $\S47$, is further amended to read:

- 6 Source of funds. The commissioner or the commissioner's designee shall annually assess a levy based on actual annual workers' compensation paid losses, excluding medical payments, paid in the previous most recent calendar year for which data is available by employers under former Title 39, the Workers' 10 Compensation Act or Title 39-A, Part 1, the Maine Workers' Compensation Act of 1992. As soon as practicable after July 1st 12 of each year, the commissioner or the commissioner's designee shall assess upon and collect from each insurance carrier 14 licensed to do workers' compensation business in the State, and 16 each group and individual self-insured employer authorized to make workers' compensation payments directly to their employees, 18 a sum equal to that proportion of the current fiscal year's appropriation, exclusive of any federal funds, for the safety education and training division program that the total workers' 20 compensation benefits, exclusive of medical payments, paid by each <u>licensed</u> carrier or each group or individual self-insured 22 employer, bear to the total of the benefits paid by all licensed carriers, and group and individual self-insured employers, during 24 the previous most recent calendar year for which data is available, except that the total amount levied annually may not 26 exceed 1% of the total of the compensation benefits paid by all carriers, and group and individual self-insured 2.8 employers during the previous most recent calendar year for which 30 data is available. A licensed carrier or group or individual self-insured must be assessed based on all benefits paid, exclusive of medical payments, during any year for which the 32 carrier was licensed or the group or individual self-insured employer was authorized to make workers' compensation payments 34 directly to their employers for any portion of the year. Assessments under this section must include sufficient funds to 36 provide for training and information activities relating to 38 pesticides as required by section 1720, subsection 5.
- Sec. 2. 26 MRSA §61, sub-§§3 and 4, as enacted by PL 1985, c. 372, Pt. A, §7, are amended to read:
- 3. Notice of assessments. The Commissioner of Labor or the

 commissioner's designee shall send notice of the assessments by
 certified mail to each <u>licensed</u> carrier and <u>each group or</u>

 individual self-insured employer. Payment of assessments must be
 received in the-principal an office of the Department of Labor

 designated by the commissioner before a date specified in the
 notice, but not more than 90 days after the date of the mailing.

The department may, through the rules governing this section, 2 assess penalties for late payment. Such penalties may not exceed 6% per year. Assessments constitute element of loss. assessment shall-constitutes constitutes an element of loss for 6 the purpose of establishing rates for workers' compensation insurance. Funds derived from this levy shall must be deposited 8 in the safety fund and shall must be appropriated by the 10 Legislature for the operation of this division program. Sec. 3. 26 MRSA §61, sub-§5 is enacted to read: 12 14 5. Violations. Any insurance company, group self-insured association or self-insured employer subject to this section that 16 willfully fails to pay an assessment in accordance with this section commits a civil violation for which a forfeiture of not more than \$500 may be adjudged for each day payment is not made 18 following the due date. 20 22 STATEMENT OF FACT 24 This bill clarifies the assessment process for the Safety 26 Education and Training Fund, created in 1985, and provides a

penalty provision for nonpayment similar to one used in legislation recently creating the Blue Ribbon Commission to

Examine Alternatives to the Workers' Compensation System.

28 30