

MAINE STATE LEGISLATURE

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116th MAINE LEGISLATURE

SECOND REGULAR SESSION-1994

Legislative Document

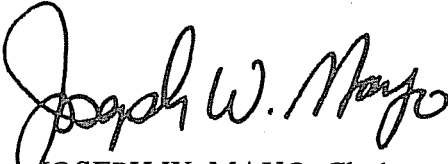
No. 1615

H.P. 1207

House of Representatives, January 4, 1994

An Act to Repeal the Sunset on Rating Practices in Small Group Health Plans and Individual Health Insurance.

Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 26. Received by the Clerk of the House on December 30, 1993. Referred to the Committee on Banking and Insurance and 1200 ordered printed pursuant to Joint Rule 14.


JOSEPH W. MAYO, Clerk

Presented by Representative PINEAU of Jay.
Cosponsored by Senator ESTY of Cumberland and
Representative: RYDELL of Brunswick, Senator: TITCOMB of Cumberland.

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

2
4 Sec. 1. 24-A MRSA §2736-C, sub-§2, ¶D, as enacted by PL 1993,
c. 477, Pt. C, §1 and affected by Pt. F, §1, is amended to read:

6 D. A carrier may vary the premium rate due to age, smoking
8 status, occupation or industry, and geographic area only
under the following schedule and within the listed
percentage bands.

10 (1) For all policies, contracts or certificates that
12 are executed, delivered, issued for delivery, continued
14 or renewed in this State between December 1, 1993 and
16 July 14, 1994, the premium rate may not deviate above
or below the community rate filed by the carrier by
more than 50%.

18 (2) For all policies, contracts or certificates that
20 are executed, delivered, issued for delivery, continued
22 or renewed in this State between July 15, 1994 and July
24 14, 1995, the premium rate may not deviate above or
below the community rate filed by the carrier by more
than 33%.

26 (3) For all policies, contracts or certificates that
28 are executed, delivered, issued for delivery, continued
30 or renewed in this State between July 15, 1995 and July
14, 1996, the premium rate may not deviate above or
below the community rate filed by the carrier by more
than 20%.

32 (4) For all policies, contracts or certificates that
34 are executed, delivered, issued for delivery, continued
36 or renewed in this State between July 15, 1996 and July
14, 1997, the premium rate may not deviate above or
below the community rate filed by the carrier by more
than 10%.

38 (5) For all policies, contracts or certificates that
40 are executed, delivered, issued for delivery, continued
42 or renewed in this State on or after July 15, 1997, the
44 premium rate may not deviate from the community rate
filed by the carrier.

46 ~~Unless continued or modified by law, this paragraph is
repealed on July 15, 1994.~~

2 **Sec. 2. 24-A MRSA §2808-B, sub-§2, ¶D**, as amended by PL 1993,
c. 477, Pt. B, §1 and affected by Pt. F, §1, is further amended
to read:

4
6 D. A carrier may vary the premium rate due to age, smoking
status, occupation or industry, and geographic area only
8 under the following schedule and within the listed
percentage bands.

10 (1) For all policies, contracts or certificates that
12 are executed, delivered, issued for delivery, continued
14 or renewed in this State between July 15, 1993 and July
16 14, 1994, the premium rate may not deviate above or
below the community rate filed by the carrier by more
than 50%.

18 (2) For all policies, contracts or certificates that
20 are executed, delivered, issued for delivery, continued
22 or renewed in this State between July 15, 1994 and July
14, 1995, the premium rate may not deviate above or
below the community rate filed by the carrier by more
than 33%.

24 (3) For all policies, contracts or certificates that
26 are executed, delivered, issued for delivery, continued
28 or renewed in this State between July 15, 1995 and July
14, 1996, the premium rate may not deviate above or
below the community rate filed by the carrier by more
than 20%.

30 (4) For all policies, contracts or certificates that
32 are executed, delivered, issued for delivery, continued
34 or renewed in this State between July 15, 1996 and July
14, 1997, the premium rate may not deviate above or
below the community rate filed by the carrier by more
than 10%.

38 (5) For all policies, contracts or certificates that
40 are executed, delivered, issued for delivery, continued
42 or renewed in this State on or after July 15, 1997, the
premium rate may not deviate from the community rate
filed by the carrier.

44 ~~Unless continued or modified by law, this paragraph is~~
46 ~~repealed on July 15, 1994.~~

STATEMENT OF FACT

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This bill repeals the sunset provisions of the individual
4 and small group rating practice laws in health insurance.

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This document has not yet been reviewed to determine the
need for cross-reference, stylistic and other technical
12 amendments to conform existing law to current drafting standards.