

MAINE STATE LEGISLATURE

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119th MAINE LEGISLATURE

FIRST REGULAR SESSION-1998

Legislative Document

No. 33

H.P. 23

House of Representatives, December 23, 1998

An Act to Repeal the Community Rating Law.

Received by the Clerk of the House on December 21, 1998. Referred to the Committee on Banking and Insurance pursuant to Joint Rule 308.2 and ordered printed pursuant to Joint Rule 401.

A handwritten signature in black ink that reads "Joseph W. Mayo".

JOSEPH W. MAYO, Clerk

Presented by Representative PERKINS of Penobscot. (By Request)

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

2 **Sec. 1. 24-A MRSA §2736-C, sub-§1, ¶¶B and D**, as enacted by PL
4 1993, c. 477, Pt. C, §1 and affected by Pt. F, §1, are repealed.

6 **Sec. 2. 24-A MRSA §2736-C, sub-§2**, as amended by PL 1997, c.
8 370, Pt. E, §3, is repealed.

10 **Sec. 3. 24-A MRSA §2736-C, sub-§3, ¶C**, as enacted by PL 1993,
12 c. 477, Pt. C, §1 and affected by Pt. F, §1, is amended to read:

14 C. A carrier is exempt from the guaranteed issuance
16 requirements of paragraph A provided that the following
18 requirements are met.

20 (1) The carrier does not issue or deliver any new
22 individual health plans on or after the effective date
24 of this section; and

26 (2) If any individual health plans that were not
28 issued on a guaranteed renewable basis are renewed on
or after December 1, 1993, all such policies must be
renewed by the carrier and renewal must be guaranteed
after the first such renewal date; and .

~~(3)---The--carrier--complies--with--the--rating--practices
requirements--of--subsection--2--~~

30 **Sec. 4. 24-A MRSA §2736-C, sub-§6, ¶¶B, C and D**, as enacted by
32 PL 1993, c. 477, Pt. C, §1 and affected by Pt. F, §1, are
34 repealed.

36 **Sec. 5. 24-A MRSA §2736-C, sub-§9, ¶B**, as enacted by PL 1995,
38 c. 570, §7, is amended to read:

40 B. Rates for the association ~~comply with the premium rate~~
42 ~~requirements--of--subsection--2--or~~ are established on a
44 nationwide basis and substantially comply with the purposes
of this section, except that exempted associations may be
rated separately from the carrier's other individual health
plans, if any;

46 **Sec. 6. 24-A MRSA §2808-B, sub-§1, ¶¶B and F**, as enacted by PL
48 1991, c. 861, §2, are repealed.

Sec. 7. 24-A MRSA §2808-B, sub-§2, as corrected by RR 1997, c.
1, §22, is repealed.

2 **Sec. 8. 24-A MRSA §2808-B, sub-§6, ¶¶B, C and D**, as enacted by
PL 1991, c. 861, §2, are repealed.

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SUMMARY

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8 This bill repeals the community rating law that applies to
individual and small group health insurance plans.