



# **120th MAINE LEGISLATURE**

## **FIRST REGULAR SESSION-2001**

Legislative Document

No. 208

S.P. 40

In Senate, January 18, 2001

An Act to Amend the Uninsured Motor Vehicle Coverage Requirements.

Reference to the Committee on Banking and Insurance suggested and ordered printed.

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JOY J. O'BRIEN Secretary of the Senate

Presented by Senator ABROMSON of Cumberland. Cosponsored by Representative MAYO of Bath.

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

### Sec. 1. 24-A MRSA §2902, sub-§7 is enacted to read:

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7. Notwithstanding the requirements of this section, a motor 6 vehicle insurance policy procured by an employer who has secured the payment of compensation in conformity with Title 39-A, 8 sections 401 to 407 may exclude coverage under this section for claims by employees of that employer or may provide that any 10 amounts otherwise payable to an employee may be reduced by the amount of workers' compensation benefits paid or payable to such 12 employee. If a motor vehicle insurance policy contains the exclusion authorized by this subsection and the employer has not 14 secured the payment of compensation in conformity with Title 39-A, sections 401 to 407 as of the date of the accident giving 16 rise to a claim, the motor vehicle insurance policy must provide coverage in the amount equal to the minimum limits for liability 18 required pursuant to Title 29-A, section 1605, subsection 1.

#### **SUMMARY**

This bill allows employers who have secured workers' 24 compensation coverage for their employees to exclude coverage for uninsured motor vehicle coverage claims by their employees or to 26 reduce the amounts paid to their employees for uninsured motor vehicle coverage claims by the amount of workers' compensation benefits paid to the employee. If an employer does not have 28 workers' compensation coverage at the time of the accident giving 30 rise to a claim, the bill requires that the motor vehicle insurance policy provide coverage in amounts equal to the minimum 32 limits for liability prescribed in the Maine Revised Statutes, Title 29-A, section 1605.