



123rd MAINE LEGISLATURE

FIRST REGULAR SESSION-2007

Legislative Document

No. 1107

S.P. 359

March 6, 2007

An Act To Promote Compliance with the Workers' Compensation Laws

Reference to the Committee on Labor suggested and ordered printed.

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JOY J. O'BRIEN Secretary of the Senate

Presented by President EDMONDS of Cumberland. Cosponsored by Senator: STRIMLING of Cumberland.

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

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Sec. 1. 39-A MRSA §359, sub-§2, as enacted by PL 1991, c. 885, Pt. A, §8 and affected by §§9 to 11, is amended to read:

4 2. Penalty. In addition to any other penalty assessment permitted under this Act, the 5 board may assess civil penalties not to exceed \$10,000 \$100,000 upon finding, after 6 hearing, that an employer, insurer or 3rd-party administrator for an employer has engaged 7 in a pattern of questionable claims-handling techniques or repeated unreasonably 8 contested claims. The board shall certify its findings to the Superintendent of Insurance, 9 who shall take appropriate action so as to bring any such practices to a halt. This 10 certification by the board is exempt from the provisions of the Maine Administrative Procedure Act. 11

SUMMARY

13 This bill raises the penalty amount from \$10,000 to \$100,000 for any employer, 14 insurer or 3rd-party administrator for an employer who has engaged in a pattern of 15 questionable workers' compensation claims-handling techniques or repeated unreasonably 16 contested claims.