

# 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)

STATE OF MAINE  
ONE HUNDRED AND TWELFTH LEGISLATURE  
FIRST REGULAR SESSION

JOINT STANDING COMMITTEE ON BUSINESS AND COMMERCE  
BILL SUMMARIES



JULY 1985

PREPARED BY:

Sarah J. Hooke, Legislative Counsel  
OFFICE OF LEGISLATIVE ASSISTANTS  
State House, Station 13, Augusta, Maine 04333  
(207) 289-1670



STATE LAW LIBRARY  
STATE HOUSE

HELEN T. GINDER, DIRECTOR  
HAVEN WHITESIDE, ASST. DIRECTOR  
GILBERT W. BREWER  
DAVID ELLIOTT  
MARTHA FREEMAN  
CHRISTOS GIANOPOULOS  
WILLIAM T. GLIDDEN, JR.

STATE OF MAINE  
OFFICE OF LEGISLATIVE ASSISTANTS  
ROOM 101  
STATE HOUSE, STATION 13  
AUGUSTA, MAINE 04333  
TEL.: (207) 289-2486

SARAH HOOKE  
JULIE S. JONES  
JOHN B. KNOX  
EDWARD POTTER  
MARGARET J. REINSCH  
LARS RYDELL  
JOHN SELSER  
ANDREA COLNES, RES. ASST.

ONE HUNDRED AND TWELFTH LEGISLATURE  
FIRST REGULAR SESSION

JOINT STANDING COMMITTEE  
BILL SUMMARIES  
JULY 1985

This document is a compilation of the bill summaries prepared by this office for the Joint Standing Committees of the Maine Legislature, covering the First Regular Session of the 112th Legislature. The summaries are arranged by LD number and indexed separately by committee.

LD: 1226 AN ACT LIMITING THE AMOUNT OF INSURANCE DAVIS  
COVERAGE WHICH A MORTGAGEE CAN REQUIRE A BRANNIGAN  
MORTGAGOR TO CARRY PERKINS  
PRAY

OTP-AM HOUSE Enacted PUBLIC  
SENATE Enacted CH # 182  
GOV SIGNED

H-112 CA H S  
H-90 HA DAVIS

SUMMARY:

LD 1226, as amended by the Committee (H-112) prohibits a mortgagee from requiring a mortgagor to carry property insurance in excess of the replacement cost of the mortgaged property.

LD: 1247 AN ACT RELATING TO REGULATION FEES UNDER THE NAJARIAN  
MANUFACTURING OF BEDDING, UPHOLSTERED HOGLUND  
FURNITURE AND CUSHION LAW

OTP HOUSE Enacted PUBLIC  
SENATE Enacted CH # 168  
GOV SIGNED

SUMMARY:

The purpose of this bill is to afford manufacturers of articles of bedding whose gross annual income from their sale is less than \$1,500 the same registration fee as certain manufacturers of cushions.

LD: 1260 AN ACT TO MAKE LIABILITY AUTO INSURANCE BALDACCI  
MANDATORY DUFFY

LU-WD HOUSE Accepted Committee Report  
SENATE Accepted Committee Report  
GOV

SUMMARY:

LD 1260 would have required no-fault motor vehicle insurance and required all owners to carry motor vehicle liability insurance.

**LD: 1261** AN ACT CONCERNING WARRANTIES GIVEN BY DUTREMBLE  
PERSONS ENGAGED IN THE BUSINESS OF RUST-  
PROOFING MOTOR VEHICLES

LU-WD HOUSE Accepted Committee Report  
SENATE Accepted Committee Report  
GOV

SUMMARY:

The purpose of this bill is to provide that when a person rust-proofs a motor vehicle and makes express warranties concerning that rust-proofing he shall be liable for any damages resulting to the motor vehicle as a result of the breach of those express warranties.

LD: 1290 AN ACT CONCERNING CONVERSION OF MUTUAL FINANCIAL INSTITUTIONS HILLOCK

LU-WD HOUSE Accepted Committee Report  
SENATE Accepted Committee Report  
GOV

SUMMARY:

This bill would have revised the procedure for account holder approval for the conversion of mutual savings banks to commercial or stock holding banks.

See LD 1394 for related bill.

LD: 1300 AN ACT CONCERNING MOTOR VEHICLE INSURANCE AND THE HOUSEHOLD EXCLUSION CHALMERS CARPENTER

ND: 412

HOUSE Enacted PUBLIC  
SENATE Enacted CH # 136  
GOV SIGNED

SUMMARY:

LD 412 prohibited household exclusion clauses that prevent one family member from recovering against another family member for negligence under a motor vehicle insurance policy. Under LD 1300, an insurer may not exclude members of the insured's family from coverage unless the insurer so notifies the Bureau of Insurance and the insurer's agents and the exclusion is done by separate endorsement to the policy so the insured is more likely to be aware of it.

LD: 1301 AN ACT TO AMEND THE MAINE CONSUMER CREDIT CODE BUSTIN

ND: 588

HOUSE Enacted PUBLIC  
SENATE Enacted CH # 137  
GOV SIGNED

SUMMARY:

9-A MRSA §2-307 (2) prohibits lenders from taking a security interest in a consumer's principal residence in the case of a small loan of \$1,000 or less. In order to prevent an interpretation that an open-end line of credit secured by a