

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
SECOND REGULAR SESSION

JOINT STANDING COMMITTEE ON
BUSINESS AND COMMERCE
BILL SUMMARY



MAY 1986

PREPARED BY:

Jeri Gautschi, Legal Analyst

OFFICE OF POLICY AND LEGAL ANALYSIS
STATE HOUSE, STATION 13 AUGUSTA, MAINE 04333
(207) 289-1670



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

STATE OF MAINE
OFFICE OF POLICY AND LEGAL ANALYSIS
ROOM 101/107
STATE HOUSE STATION 13
AUGUSTA, MAINE 04333
TEL.: (207) 289-1670

JULIE S. JONES
JOHN B. KNOX
EDWARD POTTER
MARGARET J. REINSCH
LARS H. RYDELL
JOHN R. SELSER
ANDREA L. COLNES, Res. Asst.

ONE HUNDRED AND TWELFTH LEGISLATURE
SECOND REGULAR SESSION

JOINT STANDING COMMITTEE
BILL SUMMARIES
MAY 1986

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

All Amendments are listed, by paper number (e.g., H-584 or S-222), together with the sponsor if it is a floor amendment or the designation "CA" if it is a committee amendment. If the amendment was adopted in the House, the letter H appears after the sponsor. If it was adopted in the Senate, the letter S appears.

Final action for each bill is listed to the right of the title. If final House action and Senate action differ, both are listed.

Key to Committee Reports and Floor Action:

OTP	Ought to Pass
OTP-ND	Ought to Pass in New Draft
OTP-ND-NT	Ought to Pass in New Draft, New Title
OTP-AM	Ought to Pass as Amended
ONTP	Ought Not to Pass
LVWD	Leave to Withdraw
INDEF PP	Indefinitely Postponed

SUMMARY: The bill resulted from a study by the Business and Commerce Committee. The bill gives the Superintendent of Insurance the authority to establish a mandatory risk-sharing plan after notice and hearing whenever liability insurance is not available in the voluntary market and the public interest requires the availability. The bill applies to liability insurance for day care, liquor, municipalities and public entities. Any plan established is limited in duration to one year.

LD AN ACT RELATING TO CANCELLATION AND NONRENEWAL PL 1985
2054 OF PROPERTY AND CASUALTY INSURANCE CONTRACTS c. 671

Sponsor: Business and Commerce Committee
Committee Report: OTP-AM

H-612 CA H S

SUMMARY: The bill resulted from a study by the Business and Commerce Committee. Under the bill, cancellation of policies before the expiration date are not allowed except under specified circumstances, such as nonpayment of premium, fraud, substantial change in the risk, insolvency or breach of contract or duties. Notice of nonrenewal or permitted cancellation is required. The bill applies only to contracts written after the effective date of the section.

The Committee Amendment (H-612) requires that cancellation provisions apply to all contracts currently written as well as future ones. Nonrenewal provisions are to go into effect 30 days after the effective date of the bill.

LD AN ACT TO PERMIT MOBILE BANKING IN RURAL MAINE PL 1985
2055 c. 577

Sponsor: MARTIN, H., Simpson, Rotondi, Matthews, Z.
Committee Report: New Draft of LD 1727

SUMMARY: The original bill, LD 1727, authorizes the use of mobile banks and authorizes the Superintendent of Banking to adopt rules regarding the operation of a mobile unit.