

# MAINE STATE LEGISLATURE

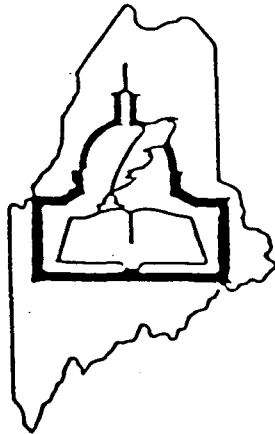
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STATE OF MAINE  
ONE HUNDRED AND TWELFTH LEGISLATURE  
SECOND REGULAR SESSION

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  
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MARTHA E. FREEMAN  
JERI B. GAUTSCHI  
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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  
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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

LD  
2225

AN ACT TO CLARIFY CERTAIN PROVISIONS OF A  
PUBLICLY-HELD FINANCIAL INSTITUTION

PL 1985  
c. 642

Sponsor: BRANNIGAN  
Committee Report: New Draft of LD 1929

SUMMARY: The original bill, LD 1929, removes the provision in current law requiring that financial institutions establish an executive committee at an annual meeting, but retains the provision for shareholder election of such a committee. The original bill also extends a provision in current law requiring prior approval by the Superintendent of Banking for acquisition of Maine financial institutions and holding companies. Current law requires prior approval if the acquisition is by a Maine financial institution or financial institution holding company. This requirement is extended by the original bill to all other parties making such an acquisition.

The new draft permits the board of directors to appoint an executive committee made up of board members. The prior approval provision of the original bill is retained in the new draft. Additionally, control is defined in the new draft as ownership of 25% of the stock, or less if other factors exist. The new draft requires a person to give notice to the Superintendent of Banking if more than 5% of the voting power of a bank or bank holding company is acquired.

LD  
2226

AN ACT TO INSURE FAIR PRACTICES IN THE SALE OF  
HEALTH INSURANCE POLICIES TO ELDERLY  
CONSUMERS

PL 1985  
c. 648

Sponsor: BRANNIGAN, Clark, N.  
Committee Report: New Draft of LD 1755

S-427 BUSTIN H S

SUMMARY: Often nursing home insurance does not fall within Medicare rules and does not come within Medicare disclosure laws. The original bill, LD 1755, requires nursing home care insurance policies to meet the loss-ratio standards established for Medicare supplemental insurance policies. The bill also requires insurers to file rate information every three years and gives the Superintendent of Insurance the authority to issue rules requiring the same disclosure as is required to be made by sellers of Medicare policies. In addition the bill provides a private legal remedy for consumers who are victims of deceptive sale practices.