

# 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  
113TH LEGISLATURE  
SECOND REGULAR SESSION



BILL SUMMARY  
JOINT STANDING COMMITTEE  
ON  
BANKING AND INSURANCE

MAY 1988

MEMBERS

Sen. Raynold Theriault \*  
Sen. Beverly Miner Bustin  
Sen. Donald F. Collins

Rep. Charlene B. Rydell \*  
Rep. Phyllis R. Erwin  
Rep. Herbert E. Clark  
Rep. Carol M. Allen  
Rep. P. Kelley Simpson  
Rep. Richard H. C. Tracy  
Rep. John C. Bott  
Rep. Mary C. Webster  
Rep. Philip E. Curran  
Rep. Joseph A. Garland

\* Denotes Chair

Staff: Jeri Gautschi, Legal Analyst

Office of Policy & Legal Analysis  
Room 101, State House Sta. 13  
Augusta, ME 04333  
(207) 289-1670

EN T. GINDER, DIRECTOR  
EN WHITESIDE, DEP. DIRECTOR  
ERT W. BREWER  
D C. ELLIOTT  
) FLATEBO  
THA E. FREEMAN, SR. ATTY.  
B. GAUTSCHI  
LIAM T. GLIDDEN, JR.



JULIE S. JONES  
JOHN B. KNOX  
EDWARD POTTER  
MARGARET J. REINSCH  
LARS H. RYDELL  
JOHN R. SELSER  
CAROLYN J. CHICK, PARALEGAL  
ROBERT W. DUNN, RES. ASST.  
HARTLEY PALLESCHI, JR. RES. ASST.

STATE OF MAINE  
**OFFICE OF POLICY AND LEGAL ANALYSIS**

ROOM 101/107/135  
STATE HOUSE STATION 13  
AUGUSTA, MAINE 04333  
TEL.: (207) 289-1670

**ONE HUNDRED AND THIRTEENTH LEGISLATURE  
FIRST & SECOND SPECIAL SESSIONS  
SECOND REGULAR SESSION**

**JOINT STANDING COMMITTEE  
BILL SUMMARIES  
MAY 1988**

*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. The summaries are arranged by LD number under each committee.*

*All Adopted Amendments are listed, by paper number (e.g., H-584 or S-222), together with the sponsor for floor amendments. Final action is listed to the right of the title. If final House and Senate action differ, both are listed. Committee Reports and Floor Action are indicated as follows::*

<b>OTP</b>	<b>Ought to Pass</b>
<b>OTP-ND</b>	<b>Ought to Pass in New Draft</b>
<b>OTP-ND-NT</b>	<b>Ought to Pass in New Draft, New Title</b>
<b>OTP-A</b>	<b>Ought to Pass as Amended</b>
<b>ONTP</b>	<b>Ought Not to Pass</b>
<b>LVWD</b>	<b>Leave to Withdraw</b>
<b>INDEF PP</b>	<b>Indefinitely Postponed</b>

*Each individual summary was prepared by the analyst assigned, as noted for each committee. But, this document was produced by the efforts of all the office staff, including Secretaries: Charlene Brann, Janet Jean, Earl Knox, Valarie Parlin; Research Assistant Hartley Palleschi. Finally, Secretary Lorette Knox, Legal Assistant Carolyn Chick, and Research Assistant Robert Dunn had special responsibilities in the preparation of the overall document.*

*Please give us your suggestions and comments on these summaries and tell us of any inaccuracies.*

**LD** An Act Relating to Nonforfeiture and Valuation Standards for PUBLIC  
**2142** Fraternal Benefit Societies 606

<u>SPONSOR(S)</u>	<u>COMMITTEE REPORT</u>	<u>AMENDMENTS ADOPTED</u>
PARADIS P MARTIN J BUSTIN COLLINS	OTP	

**SUMMARY**

This bill allows fraternal organizations to use current mortality tables used by domestic life insurers for the fraternal organization's life insurance products.

**LD** An Act to Assure Savings to the Public From the Maine Health  
**2210** Care Finance Commission ONTP

<u>SPONSOR(S)</u>	<u>COMMITTEE REPORT</u>	<u>AMENDMENTS ADOPTED</u>
ROLDE	ONTP	

**SUMMARY**

This bill requires the Maine Health Care Finance Commission to make public its estimate of savings of hospital costs. The superintendent is required to make downward adjustments to health insurance premiums in accordance with the reported savings.

**LD** An Act to Study the Necessity and Feasibility of P & S  
**2358** Establishing a Health Information Recording System 138  
EMERGENCY

<u>SPONSOR(S)</u>	<u>COMMITTEE REPORT</u>	<u>AMENDMENTS ADOPTED</u>
MARTIN J RYDELL PRAY GILL	OTP-AM	H-716 S-536 PEARSON

**SUMMARY**

This bill requires the insurers that sell individual health insurance policies to furnish the information upon which it supports any filing. Current law allows the Superintendent of Insurance to request this information. The bill specifies the contents of a filing. The bill also requires group health insurers to file this same information.

The Committee Amendment (H-716) replaces the bill with a study. The study requires the Banking and Insurance Committee to determine the necessity and feasibility of establishing a Health Information Recording System.

Senate Amendment A to Committee Amendment A (S-536) strikes out all of the Committee Amendment and replaces it with an appropriation section. The rest of the substance of the bill was adopted, with some modifications, as a Legislative Council approved study.