

MAINE STATE LEGISLATURE

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STATE OF MAINE
113TH LEGISLATURE
SECOND REGULAR SESSION



BILL SUMMARY
JOINT STANDING COMMITTEE
ON
BANKING AND INSURANCE

MAY 1988

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Sen. Beverly Miner Bustin
Sen. Donald F. Collins

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* Denotes Chair

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**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::

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

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 to Require the Study of the Laws Regulating
2411 Antitrust Activities of the Insurance Industry

P & S
122
EMERGENCY

<u>SPONSOR(S)</u>	<u>COMMITTEE</u>	<u>REPORT</u>	<u>AMENDMENTS ADOPTED</u>
THERIAULT	OTP-AM		S-463
RYDELL			S-538 PEARSON
ALLEN			
MARTIN J			

SUMMARY

This bill expressly makes insurance rate-making subject to state fair trade laws in Titles 5 and 10. The bill also amends current law so that joint rate-making is no longer permitted.

The Committee Amendment (S-463) replaces the bill and provides for a study. The Committee Amendment requires the Banking and Insurance Committee to study the laws regulating antitrust activities in the insurance industry.

Senate Amendment A to Committee Amendment A (S-538) changes the date on which the committee is to report from December 15, 1988 to December 1, 1988.

LD An Act to Create a Joint Underwriting Association for **LV/WD**
2432 Directors and Officers of Corporations

<u>SPONSOR(S)</u>	<u>COMMITTEE</u>	<u>REPORT</u>	<u>AMENDMENTS ADOPTED</u>
STEVENS P	LV/WD		
CLARK H			
THERIAULT			

SUMMARY

This bill allows the Superintendent of Insurance to establish a Joint Underwriting Association for Directors and Officers of nonprofit and for-profit corporations, after notice and hearing, if this insurance is unavailable in the voluntary market. The Superintendent would have to first attempt to establish a Market Assistance Plan.

LD An Act to Improve Services for Maine's Elderly **CONFERENCE**
2490 **COMMITTEE**
UNABLE TO
AGREE

<u>SPONSOR(S)</u>	<u>COMMITTEE</u>	<u>REPORT</u>	<u>AMENDMENTS ADOPTED</u>
PRAY	ONTP	MAJ	
CASHMAN	OTP	MIN	
BUSTIN			
DOW			

SUMMARY

This bill amends the definition of long-term care policy. It also provides tax incentives for insurance companies who sell long-term care policies and buyers of long-term care policies.