

MAINE STATE LEGISLATURE

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STATE OF MAINE
114TH LEGISLATURE
FIRST REGULAR SESSION



BILL SUMMARY
JOINT STANDING COMMITTEE
ON
BANKING AND INSURANCE

JULY 1989

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Sen. Donald F. Collins

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* Denotes Chair

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ONE HUNDRED AND FOURTEENTH LEGISLATURE
FIRST REGULAR SESSION

JOINT STANDING COMMITTEE
BILL SUMMARIES
AUGUST 1989

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 for 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 abbreviated 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 Research Assistant Barbara McGinn, and secretaries: Charlene Brann, and Valarie Parlin, and especially Laurette Knox who coordinated preparation of the overall document.

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

The bill repeals the current list of information to be filed in workers' compensation rate filing and sets forth a new list including data on premiums, losses, and information regarding trends, expense loading, and law change evaluations. The bill also requires filings relating to both the voluntary and residual markets to explain the rate differential between the voluntary market, safety pool and accident prevention accounts, and specifies the years for which certain data must be filed.

The committee amendment (S-264) clarifies the section requiring information on investment income, and strikes the sections of the bill relating to data collection. See LD 1040 for data collection amendments.

LD 191 An Act to Require Dependency Information in Credit Card Applications by Students

LV/WD

<u>SPONSOR(S)</u>	<u>COMMITTEE REPORT</u>	<u>AMENDMENTS ADOPTED</u>
DORE HOGLUND THERIAULT BREWER	LV/WD	

SUMMARY

This bill would prohibit issuance of any credit card to a dependent student unless the person on whom the student is dependent co-signs the application. Any card issued in violation of this requirement is void.

LD 254 An Act to Amend the Revised Maine Securities Act and Related Statutes

PUBLIC 542

<u>SPONSOR(S)</u>	<u>COMMITTEE REPORT</u>	<u>AMENDMENTS ADOPTED</u>
CURRAN BRANNIGAN RYDELL FOSS	OTP-AM	H-275 TAMMARO

SUMMARY

This bill would transfer responsibility for administration and enforcement of the Revised Maine Securities Act, the Maine Commodity Code, and the law regulating the sale of business opportunities from the Superintendent of Banking to the Securities Administrator.

The bill increases the initial licensing fee for sales representatives from \$25 to \$30, and the annual renewal fees for broker-dealers from \$75 to \$100 and for sales representatives from \$15 to \$30. Initial fees would remain at \$100 for broker-dealers, \$50 for branch offices, and \$50 for investment advisers. Renewal fees remain at \$30 for branch offices and \$35 for investment advisers.

The bill also clarifies that, in the event of violation of the securities laws, the Attorney General may bring action for restitution to investors wishing restitution in addition to the other forms of relief provided by law.

The Administrator is authorized to appoint hearing officers.

Finally, the bill grants the Superintendent of Banking the power to conduct hearings and issue final orders in place of the Securities Administrator if the Administrator is unable to do so due to conflict between investigative and judicial roles.