

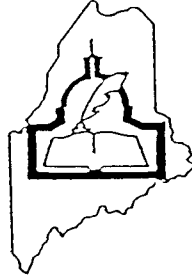
MAINE STATE LEGISLATURE

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**STATE OF MAINE
114TH LEGISLATURE
SECOND REGULAR SESSION**



**BILL SUMMARIES
JOINT STANDING COMMITTEE
ON
BANKING AND INSURANCE**

JUNE 1990

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Sen. Beverly Miner Bustin
Sen. Donald F. Collins

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**One Hundred and Fourteenth Legislature
Second Regular Session**

**Joint Standing Committee
Bill Summaries**

June 1990

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. 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 or analysts assigned to the committee. But, this document was produced by the efforts of all the office staff, including secretaries: Charlene Raymond, 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 property, minus physical depreciation, as determined according to standard business practice. The bill would have removed reference to physical depreciation, and provided that actual cash value is the replacement cost of the property.

LD 2162 **An Act to Prohibit Motor Vehicle Insurers from Adjusting Personal Insurance Rates of Certain Public Employees** **PUBLIC 737**

SPONSOR(S)	COMMITTEE REPORT	AMENDMENTS ADOPTED
COLLINS RYDELL WHITMORE	OTP	H-881 RYDELL

SUMMARY

The bill prohibits insurers from increasing the personal auto insurance rates of a law enforcement officer for an accident in the course of employment if the vehicle used in that employment is insured on another policy.

The House Amendment (H-881) makes technical clarifications.

LD 2163 **An Act to Amend the Laws Relating to the Maine Insurance Guaranty Association and the Maine Life and Health Insurance Guaranty Association (Reported Pursuant to Public Law 1989, chapter 67)** **PUBLIC 751**

SPONSOR(S)	COMMITTEE REPORT	AMENDMENTS ADOPTED
	OTP	

SUMMARY

This is one of 2 bills containing the recommendations of the Banking & Insurance Committee's Subcommittee to Study the Current Operation of Insurance Guaranty Funds. This bill changes the laws governing the Maine Insurance Guaranty Association and the Maine Life and Health Insurance Guaranty Association.

The bill eliminates certain coverage of the guaranty associations, provides for continuation of the special assessment authority enacted in Public Law 1989, chapter 67, and requires the Joint Standing Committee on Banking and Insurance in 1993 to review this bill and the 1989 laws.

The bill also requires both associations to immediately notify the Joint Standing Committee on Banking and Insurance of any "spillover" assessment, and to report annually to the Legislature on the assessments made by the association.

LD 2167 **RESOLUTION, Proposing an Amendment to the Constitution of Maine to Ensure the Financial Integrity of Any Public Mutual Insurance Company Established to Provide Workers' Compensation Insurance to Employers in This State (Reported Pursuant to a Study Authorized by the Legislative Council)** **LV/WD**

SPONSOR(S)	COMMITTEE REPORT	AMENDMENTS ADOPTED
	LV/WD	

SUMMARY

This resolution is part of the legislation submitted as a result of a study on the feasibility of creating a state workers' compensation insurance fund, conducted by a subcommittee of the Banking and