# MAINE STATE LEGISLATURE

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### STATE OF MAINE 115TH LEGISLATURE

### SECOND REGULAR SESSION

# BILL SUMMARIES JOINT STANDING COMMITTEE ON JUDICIARY

**MAY 1992** 

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# ONE HUNDRED AND FIFTEENTH LEGISLATURE SECOND REGULAR SESSION

## JOINT STANDING COMMITTEE BILL SUMMARIES

#### MAY 1992

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 volume is organized alphabetically by committee; within each committee, the summaries are arranged by LD number. A subject index is provided at the beginning of each committee's summaries.

All adopted amendments are listed, by paper number (e.g., H-584 or S-222), together with the sponsor for floor amendments. Final action on each bill is listed to the far right of the title. Various types of final action are abbreviated as follows:

PUBLIC XXX
P&S XXX
RESOLVE XXX
CON RES XXX
EMERGENCY
CARRIED OVER
ONTP
LVWD
INDEF PP
FAILED EMERGENCY ENACTMENT
DIED BETWEEN BODIES
CONF CMTE UNABLE TO AGREE
VETO SUSTAINED
UNSIGNED
DIED ON ADJOURNMENT

Chapter # of enacted Public Law
Chapter # of enacted Private & Special Law
Chapter # of enacted Resolve
Chapter # of Constitutional Resolution passed by both Houses
Enacted law takes effect sooner than 90 days
Bill carried over to Special Session
Ought Not to Pass report accepted
Leave to Withdraw report accepted
Bill Indefinitely Postponed
Emergency bill failed to get 2/3 vote
House and Senate disagree; bill died
Committee of Conference formed but unable to agree
Legislature filed to override Governor's Veto
Not signed by Governor within 10 days
Action incomplete when session ended; bill died

These summaries were 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, especially Laurette Knox who coordinated preparation of the overall document.

If you have any suggestions or comments on these summaries, please let us know.

LD 1791

### An Act to Clarify Implied or Legal Malice for the Purpose of Awarding Punitive Damages

LV/WD

SPONSOR(S)

COMMITTEE REPORT

AMENDMENTS ADOPTED

CONLEY

LV/WD

#### **SUMMARY**

LD 1802

The bill clarified the standard for implied or legal malice in actions involving corporations or motor vehicle operators in which punitive damages are sought.

Code

PUBLIC 805

SPONSOR(S)

COMMITTEE REPORT

An Act to Adopt a New Article for the Uniform Commercial

**AMENDMENTS ADOPTED** 

CONLEY

OTP-AM

S-695

**GAUVREAU** 

#### SUMMARY

The bill enacts Article 2A into the Uniform Commercial Code. The Article recognizes the differences between consumer and business leasing while resting upon concepts that apply generally to any personal property lease transactions.

Article 2A provides uniformity and gives leasing transactions an appropriate underpinning in the law. Because of the broad similarities between lease and sales transactions that underpinning is largely derived from Article 2 of the Uniform Commercial Code dealing with sales.

Committee Amendment "A" (S-695): The amendment makes the following changes in the original bill.

- 1. In section 2-1103, subsection (1), paragraph (h) mobile homes are included within the definition of "goods."
- Section 2-1104 is amended to specify that "consumer protection statute of this State" includes, but is not limited to, the Maine Unfair Trade Practices Act, Title 5, chapter 10; the Maine Consumer Credit Code, Title 9-A; consumer loan and lease agreement laws, Title 10, chapter 202; used car information laws, Title 10, chapter 217; and warranties on new motor vehicles, Title 10, chapter 203-A.
- 3. Section 2-1209 is amended to provide that in finance leases that are consumer leases the supplier's ability to disclaim, exclude or modify implied warranties and remedies for breach of warranty is governed by section 2-316, subsection (5).
- 4. Section 2-1214 is amended to provide that in a consumer lease that is not a finance lease the lessor's ability to disclaim, exclude or modify implied warranties or remedies for breach of those warranties is governed by section 2-316, subsection (5).
- 5. Section 2-1221 is amended to add an additional protection for lessees when leased property is destroyed. It permits a lessee who is not in default to substitute goods satisfactory to the lessor. It also permits the use of insurance to purchase substitute goods or, at the consumer's option, insurance proceeds may be paid to the lessor with the lessee remaining liable for only the insurance deductible plus any amounts owed because of a prior default.
- 6. Section 2-1303, subsection (8) is amended to clarify that a lessor's remedies with regard to a prohibited transfer or a transfer that results in default is subject to the duty of the lessor to mitigate damages.