

# MAINE STATE LEGISLATURE

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STATE OF MAINE  
117TH LEGISLATURE

SECOND REGULAR SESSION

BILL SUMMARIES  
JOINT STANDING COMMITTEE  
ON  
BANKING AND INSURANCE

JUNE 1996

*MEMBERS:*

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*Sen. Mary E. Small*

*Sen. Dale McCormick*

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**ONE HUNDRED SEVENTEENTH LEGISLATURE  
SECOND REGULAR SESSION**

***Summary Of Legislation Before The Joint Standing Committees  
June 1996***

We are pleased to provide this summary of bills that were considered by the 15 Joint Standing Committees of the Maine Legislature staffed by this office. The document is a compilation of bill summaries which describe each bill, committee amendments and other relevant amendments, as well as the final action taken on the bill. Also included are statistical summaries of bill activity this Session for the Legislature and each of its joint standing committees.

The document is organized for convenient reference to information on bills handled by the joint standing committees. It is organized alphabetically by committees and within committees by bill (LD) number. The committee report(s), prime sponsor for each bill and the lead co-sponsor(s), if designated, are listed below each bill title. All adopted amendments are listed by paper number. Two indices, a subject index and a numerical index by LD number are provided for easy reference to bills. They are located at the back of the document. A separate publication, History and Final Disposition of Legislative Documents, may also be helpful in providing information on the disposition of bills.

Final action on each bill is noted to the right of the bill title. The abbreviations used for various categories of final action are as follows:

<i>CARRIED OVER</i> .....	<i>Bill carried over to Second Session</i>
<i>CON RES XXX</i> .....	<i>Chapter # of Constitutional Resolution passed by both Houses</i>
<i>CONF CMTE UNABLE TO AGREE</i> .....	<i>Committee of Conference unable to agree; bill died</i>
<i>DIED BETWEEN BODIES</i> .....	<i>House &amp; Senate disagree; bill died</i>
<i>DIED ON ADJOURNMENT</i> .....	<i>Action incomplete when session ended; bill died</i>
<i>EMERGENCY</i> .....	<i>Enacted law takes effect sooner than 90 days</i>
<i>FAILED EMERGENCY ENACTMENT</i> .....	<i>Emergency bill failed to get 2/3 vote</i>
<i>FAILED ENACTMENT</i> .....	<i>Bill failed to get majority vote</i>
<i>FAILED MANDATE ENACTMENT</i> .....	<i>Bill imposing local mandate failed to get 2/3 vote</i>
<i>INDEF PP</i> .....	<i>Bill Indefinitely Postponed</i>
<i>ONTP</i> .....	<i>Ought Not To Pass report accepted</i>
<i>P&amp;S XXX</i> .....	<i>Chapter # of enacted Private &amp; Special Law</i>
<i>PUBLIC XXX</i> .....	<i>Chapter # of enacted Public Law</i>
<i>RESOLVE XXX</i> .....	<i>Chapter # of finally passed Resolve</i>
<i>UNSIGNED</i> .....	<i>Not signed by Governor within 10 days</i>
<i>VETO SUSTAINED</i> .....	<i>Legislature failed to override Governor's Veto</i>

Please note the effective date for all non-emergency legislation enacted in the Second Regular Session (unless otherwise specified in a particular law) is July 4, 1996.

3. Current law limits a lender's ability to offer closed-end consumer loans for terms exceeding 3 years. All other types of personal credit, especially credit cards, have been deregulated. This bill deregulates closed-end consumer loans.
4. It extends to nonbank credit card issuers the same deregulated credit card rates allowed banks and credit unions under Public Law 1995, chapter 137.
5. It makes technical corrections by adding a word that was omitted from the existing statute and by correcting a statutory reference.
6. It incorporates changes made to the Federal Truth in Lending Act that became effective September 30, 1995. Enacting such changes into state law protects Maine's exemption from federal enforcement. The changes ease the strict tolerances on minor creditor disclosure errors, which have led to expensive class-action lawsuits in other states.

**LD 1702**

**An Act to Require That Diabetes Supplies and Self-management Training be Covered by Health Insurance Policies**

PUBLIC 592

<u>Sponsor(s)</u>	<u>Committee Report</u>	<u>Amendments Adopted</u>
JONES S	OTP-AM      MAJ ONTP          MIN	H-827

LD 1702 proposed to require that individual and group health insurers provide coverage for all medically appropriate and necessary equipment, supplies and out-patient self-management training and educational services used to treat diabetes.

**Committee Amendment "A" (H-827)** replaced the bill and proposed to require that nonprofit hospital and medical service organizations, insurers and health maintenance organizations provide coverage in individual and group contracts for insulin, oral hypoglycemic agents, monitors, test strips, syringes and lancets used to treat diabetes and out-patient self-management training and educational services offered through ambulatory diabetes education facilities authorized by the State's Diabetes Control Project within the Bureau of Health.

The amendment also proposed to add a fiscal note

***Enacted law summary***

Public Law 1995, chapter 592 requires that nonprofit hospital and medical service organizations, insurers and health maintenance organizations provide coverage in individual and group contracts for insulin, oral hypoglycemic agents, monitors, test strips, syringes and lancets used to treat diabetes and out-patient self-management training and educational services offered through ambulatory diabetes education facilities authorized by the State's Diabetes Control Project within the Bureau of Health.