

STATE OF MAINE 119TH LEGISLATURE

SECOND REGULAR SESSION

BILL SUMMARIES JOINT STANDING COMMITTEE ON BANKING AND INSURANCE

JULY 2000

MEMBERS: Sen. Lloyd P. LaFountain III, Chair Sen. Neria R. Douglass Sen. I. Joel Abromson

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ONE HUNDRED NINETEENTH LEGISLATURE SECOND REGULAR SESSION

Summary Of Legislation Before The Joint Standing Committees July 2000

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

The document is organized for convenient reference to information on bills considered by the committees. It is organized 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, <u>History and Final Disposition of Legislative Documents</u>, may also be helpful in providing information on the disposition of bills. These bill summaries also are available at the Law and Legislative Reference Library and on the Internet (www.state.me.us/legis/opla).

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:

CON RES XXXChapter # of Constitu CONF CMTE UNABLE TO AGREECommittee DIED BETWEEN BODIES	of Conference unable to agree; bill died
DIED IN CONCURRENCE One body accepts ONTP report	
DIED ON ADJOURNMENTAction i	
EMERGENCYEnac	cted law takes effect sooner than 90 days
FAILED EMERGENCY ENACTMENT/FINAL PASSAGE	Emergency bill failed to get 2/3 vote
FAILED ENACTMENT/FINAL PASSAGE	Bill failed to get majority vote
FAILED MANDATE ENACTMENTBill impo	osing local mandate failed to get 2/3 vote
NOT PROPERLY BEFORE THE BODY Ruled out of	order by the presiding officers; bill died
INDEF PP	Bill Indefinitely Postponed
ONTP	Ought Not To Pass report accepted
OTP ND Comm	ittee report Ought To Pass In New Draft
OTP ND/NT Committee repor	t Ought To Pass In New Draft/New Title
P&S XXXCha PUBLIC XXX RESOLVE XXX	pter # of enacted Private & Special Law
PUBLIC XXX	Chapter # of enacted Public Law
RESOLVE XXX	Chapter # of finally passed Resolve
UNSIGNED	Bill held by Governor
VETO SUSTAINEDLegisl	lature failed to override Governor's Veto

Please note the effective date for all non-emergency legislation enacted in the Second Regular Session (unless otherwise specified in a particular law) is August 11, 2000.

Current law requires initial capital for a merchant bank of \$20,000,000, considerably more than that required for any other financial institution chartered under state law. LD 2283 proposed to realign that minimum capital requirement to be consistent with that which is required for any other bank charter and make other changes in specialty bank laws to create uniformity with respect to statutory capital requirements.

Enacted law summary

Public Law 1999, chapter 539 makes the minimum capital required for merchant banks consistent with the requirement for other bank charters.

LD 2296An Act to Clarify the Rule-making Authority of the CommissionerDIED BETWEENof Human Services in Relation to Health MaintenanceBODIESOrganizations and Other Health PlansBODIES

Sponsor(s)	Committee Report		Amendments Adopted
LAFOUNTAIN	OTP-AM	MAJ	_
	ONTP	MIN	

Current law grants rule-making authority over health maintenance organization's quality matters and other matters that are within the purpose of the Health Plan Improvement Act to the Superintendent of Insurance.

The Bureau of Medical Services within the Department of Human Services proposed a new department rule: 10-144, chapter 109, Quality Oversight for Commercial Health Maintenance Organizations, that would give authority to the Bureau of Medical Services to oversee quality assurance for commercial health maintenance organizations that are subject to primary regulation and oversight by the Bureau of Insurance.

LD 2296 proposed to prohibit the Commissioner of Human Services from adopting rules relating to quality oversight for commercial health maintenance organizations or other health plans that are subject to the Health Plan Improvement Act.

Committee Amendment "A" (S-608) is the majority report of the committee and replaced the bill. The amendment proposed to designate any rules of the Department of Human Services that relate to quality oversight of health maintenance organizations and other carriers as major substantive rules subject to legislative review by the Joint Standing Committee on Banking and Insurance. Committee Amendment "A" was adopted in the House, but was not adopted in the Senate.