

section is Section 15. It amends Section 44-704 to authorize the procuring of life insurance policies by charitable organizations on the lives of the contributors. This was brought in by Senator Moore and Senator Landis. It was LB 993. The new Section 16 would amend Section 44-1540 of the Unfair Insurance Claims Settlement Procedures Act to make it unfair claim settlements procedures for insurers to require insureds or claimants to use a particular company or location for motor vehicle replacement or repair. Insurers would not be prohibited from entering into discount agreements with companies and locations or otherwise entering into business arrangements or affiliations which would reduce the cost of glass replacement or repair if insureds or claimants has the right to use a particular company or reasonable available location. This is a significantly modified version of LB 1243 by Senator Hall. New Section 18 would change Section 44-2825 of the Hospital-Medical Liability Act to increase the maximum amount recoverable under the act from a million to 1.25 million for occurrence after December 31, 1972 (sic). This is a significantly modified version of LB 594 by Senator Chizek. The fourth new section, which would take in Sections 29 through 43, would amend various sections of the CHIP Act to make stylistic and technical changes. There is only one substantive change which would amend Section 44-4222 to provide that a CHIP policyholder does not become ineligible for continued CHIP coverage or an individual does not become ineligible for initial CHIP coverage if that person happens to be eligible for Medicare, other than by reason of age. This is a very substantially modified LB 1220 brought in by Senator Wesely and Landis. And the final new section is 76 through 91, it would adopt the Third-Party Administrator Act as developed by the National Association of Insurance Commissioners. The amendment would adopt some minimum standards for regulation of relationship between health insurer and its third-party administrator. This is basically the same bill as LB 1146 brought in by Senator Rasmussen. In addition, there are some technical changes to LB 1006 that would amend the part of the previously adopted committee amendments by deleting proposed changes regarding credit for reinsurance and reinsurance set-offs in liquidations. I would be happy to answer any questions in regard to the proposed amendment.

PRESIDENT MOUL: Thank you, Senator Abboud. Senator Moore.

SENATOR MOORE: Madam President and members, I rise to support Senator Landis' amendment. As Senator Abboud had mentioned, the