

Department of Legislative Services
Maryland General Assembly
2001 Session

FISCAL NOTE

House Bill 510 (Delegate Baldwin, *et al.*)
Economic Matters

**Property and Casualty Insurance - Limitation of Reduction Due to Workers'
Compensation Benefits**

This bill requires that benefits payable under personal injury protection (PIP) and uninsured motorist (UM) coverages be reduced to the extent that a benefits provider, employer, or insurer has failed to recover reimbursement equal to the benefits provided to the recipient under the workers' compensation laws of a state or the federal government.

Fiscal Summary

State Effect: The bill would not directly affect governmental operations or finances.

Local Effect: None.

Small Business Effect: Minimal.

Analysis

Current Law: Benefits payable under PIP and UM coverages must be reduced to the extent that the recipient has received workers' compensation benefits for the same injuries. If workers' compensation benefits are awarded, a self-insured employer, an insurer, the Subsequent Injury Fund, or the Uninsured Employers' Fund may bring an action for damages against the third party who is liable for the injury or death of the covered employee.

Additional Information

Prior Introductions: None.

Cross File: SB 509 (Senator Stone, *et al.*) – Finance.

Information Source(s): Maryland Automobile Insurance Fund, Maryland Insurance Administration, Workers' Compensation Commission, Department of Legislative Services

Fiscal Note History: First Reader – March 1, 2001
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