

**Department of Legislative Services**  
Maryland General Assembly  
2001 Session

**FISCAL NOTE**  
**Revised**

Senate Bill 509  
Finance

(Senator Stone, *et al.*)

Economic Matters

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

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This bill requires that benefits payable under personal injury protection (PIP) and uninsured motorist (UM) coverages be reduced to the extent that the recipient has recovered benefits under the workers' compensation laws of a state or the federal government for which the workers' compensation benefits provider has not been reimbursed.

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**Fiscal Summary**

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

**Local Effect:** None.

**Small Business Effect:** Minimal.

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**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.

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## Additional Information

**Prior Introductions:** None.

**Cross File:** HB 510 (Delegate Baldwin, *et al.*) – Economic Matters.

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

**Fiscal Note History:** First Reader – March 6, 2001  
ef/jr Revised – Senate Third Reader – March 29, 2001

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