

MAINE INSURANCE GUARANTY ASSOCIATION

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January 29, 2021

VIA OVERNIGHT MAIL

The Honorable Heather Sanborn, Chair
The Joint Standing Committee on Health Coverage, Insurance and Financial Services
100 State House Station
Augusta, ME 04333-0100

The Honorable Denise A. Tepler, Chair
The Joint Standing Committee on Health Coverage, Insurance and Financial Services
100 State House Station
Augusta, ME 04333-0100

Re: Maine Insurance Guaranty Association
Annual Report of Activities for Calendar Year 2020

Dear Senator Sanborn and Representative Tepler:

On behalf of the Maine Insurance Guaranty Association (“Association”), please find the Annual Report of Activities for the Calendar Year 2020. In accordance with 24-A M.R.S. §4452, the report is required to include “the amount of assessments made against each account [of the Association], the name of the insolvent insurer to which the assessments are attributable and the amount of funds borrowed, if any, by the [A]ssociation and the repayment date of any loan.”

In calendar year 2020, the Association’s Board of Directors met on October 22, 2020, and, among other business, reviewed the cash position and reserves of the Association as of that date. No assessment or refund was deemed warranted by the board.

The three unsecured lines of credit that the Association previously obtained from Citizens Bank of Massachusetts were in place at the inception of 2020 and renewed for a one year term on June 30, 2020. The Association’s lines of credit are in the following amounts:

Auto Account	\$1,700,000
Other Account	1,300,000
Workers’ Comp	2,000,000

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The Maine Insurance Guaranty Association did not draw any funds from the lines of credit, nor did it obtain any other loans, in 2020.

Should you have any questions regarding the above information, or the Association generally, please do not hesitate to contact me at (617) 603-4776 or blaw@gfms.org.

Very truly yours,



Barbara Petersen Law
Executive Secretary

cc: The Honorable Eric A. Cioppa, Superintendent
Maine Bureau of Insurance
Mr. Timothy Vernon, Chair
Maine Insurance Guaranty Association