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MEMORANDUM

To: Senate Committee on Financial Institutions and Insurance
From: Office of Revisor of Statutes
Date: March 7, 2023
Subject: Bill Brief, HB 2089

HB 2089 is the House version of SB 17. The bill modifies the requirement of prepaid service plans to provide a list of all individuals who solicit memberships on their behalf to the Insurance Department.

Under current law, each prepaid service plan that is authorized to do business in the state is required to register each individual who solicits memberships on their behalf, pay an annual registration fee of \$2.00 per individual, and provide a list of those individuals to the Insurance Department biannually, on January and July 1 of each year. These registration requirements are currently codified in K.S.A. 40-4203.

HB 2089 would amend current law in four ways. First, the bill would discontinue the annual registration fee of \$2 per individual who solicits memberships on behalf of the prepaid service plan. Second, the bill would change reporting requirement from a biannual to an annual basis, at the time the prepaid service plan files to continue its certificate of registration. Third, the bill folds the amendments to the registration requirements into K.S.A. 40-4209. You can see those amendments on page one of the bill, in lines 14-18 and lines 21-24. Finally, since the reporting requirements have been folded into K.S.A. 40-4209, the bill repeals K.S.A. 40-4203.

HB 2089 was passed unanimously by the House Committee of the Whole on February 21, 2023.