MINUTES OF THE HOUSE INSURANCE COMMITTEE

The meeting was called to order by Chairman Clark Shultz at 3:30 p.m. on February 13, 2012, in Room 152-S of the Capitol.

All members were present except:

Representative Grant - Excused

Committee staff present:

David Wiese, Office of the Revisor of Statutes Melissa Calderwood, Kansas Legislative Research Department Cindy Lash, Kansas Legislative Research Department Sue Fowler, Committee Assistant

Conferee appearing before the Committee:

William W. Sneed, Polsinelli Shughart James Hall, American Council of Life Insurers Kevin Davis, Kansas Insurance Department

Others attending:

See attached list.

Continued Hearing on:

HB 2508 Insurance Holding Company act

Representative Shultz, opened the hearing on **HB 2508**.

Proponent:

Bill Sneed, Polsinelli Shughart, (<u>Attachment 1</u>), gave testimony before the committee in support of <u>HB</u> **2508.**

James Hall, American Council of Life Insurers, gave oral testimony before the committee in support of **HB 2508**.

Kevin Davis, Kansas Insurance Department, (<u>Attachment 2</u>), presented testimony before the committee in support of <u>HB 2508</u>.

Sandra M. Sigler, Kansas Association of Property & Casualty Insurance Companies, (<u>Attachment 3</u>), presented written testimony in support of <u>HB 2508</u>.

Dianne L. Bricker, America's Health Care Plans, (<u>Attachment 4</u>), presented written testimony in support of **HB 2508**.

Representative Shultz closed the hearing on **HB 2508**.

Discussion and action on:

CONTINUATION SHEET

The minutes of the House Insurance Committee at 3:30 p.m. on February 13, 2012, in Room 152-S of the Capitol.

HB 2485 Requiring insurers to submit an antifraud plan and affix antifraud warnings to all applications and claims forms

Representative O'Hara moved to table the bill. Seconded by Representative Gregory. On the motion, division was requested. The vote was 5-5 and the Chairman stated the Motion Fails.

Representative Davis moved to pass the bill favorably. Seconded by Representative Fawcett.

Committee staff provided clarification that the bill had been amended by action on a previous day. The Chairman requested the motion be restated to reflect the prior Committee action on the bill.

<u>Representative Davis made the motion to pass the bill favorably, as amended. Seconded by Representative Fawcett.</u>

Following Committee discussion, <u>Representative Brown made a substitute motion to strike "electronic or recorded" on pg. 1, line 10. Seconded by Representative O'Hara</u>. Following discussion, <u>the vote on the substitute motion was called for and division was requested. The vote was 5-6. Motion Fails.</u>

<u>Representative Gregory made a substitute motion to change a date requirement specified in the bill for anti-fraud plans from 2013 to 2014. Seconded by Representative Brown</u>. Following discussion, the vote was called and division requested. <u>The vote was 7-4. Motion Carried</u>.

Representative Davis restated the motion to pass the bill favorably, as amended. Seconded by Representative Fawcett. On the motion, division was requested. The vote was 8-3. Motion Carried.

HB 2487 Uniform Insurance Agents Licensing Act; violations

Representative O'Hara moved to Table the bill. Seconded by Representative Gregory. Motion passed.

Next meeting is scheduled for Wednesday, February 15, 2012, 3:30 p.m., Room 152-S of the Capitol.

Meeting adjourned at 4:35 p.m.