

February 15, 2011

The Honorable Ruth Teichman, Chairperson
Senate Committee on Financial Institutions and Insurance
Statehouse, Room 236-E
Topeka, Kansas 66612

Dear Senator Teichman:

SUBJECT: Fiscal Note for SB 170 by Senate Committee on Financial Institutions and Insurance

In accordance with KSA 75-3715a, the following fiscal note concerning SB 170 is respectfully submitted to your committee.

SB 170 would create the Portable Electronics Insurance Act. The bill would regulate the licensing and sale of insurance for portable electronic devices. Vendors would be required to apply for a limited lines license to sell and offer policies for portable electronic insurance. Vendors would have to provide, on a quarterly basis, a list of all locations where they are offering coverage in the state. Also, the bill would permit the Commissioner of Insurance to adopt rules and regulations to implement this act.

The Kansas Insurance Department states that it would anticipate some increase in its workload in the form of additional license applications, policy forms, and reporting requirements by vendors. According to the Department, the volume of this business is expected to be relatively small and the additional workload could be handled within existing resources.

Sincerely,



Steven J. Anderson, CPA, MBA
Director of the Budget

cc: Zac Anshutz, Insurance