

MINUTES OF THE HOUSE INSURANCE AND FINANCIAL INSTITUTIONS COMMITTEE

The meeting was called to order by Chairman Clark Shultz at 3:30 P.M. on January 17, 2007 in Room 527-S of the Capitol.

All members were present.

Committee staff present:

Melissa Calderwood, Kansas Legislative Research Department  
Terri Weber, Kansas Legislative Research Department  
Bruce Kinzie, Revisor of Statutes Office  
Sue Fowler, Committee Assistant

Conferees appearing before the committee:

Representative Stephanie Sharp, District 17, Lenexa, KS  
Bob Tomlinson, Kansas Insurance Department  
Doug Wareham, Kansas Bankers Association  
John P. Smith, Kansas Department of Credit Unions

Others attending:

See attached list.

Chairman Shultz introduced the Committee members and Committee staff.

Introduction of Bills:

Representative Stephanie Sharp, requested a bill introduction concerning uninsured drivers. Representative Dillmore moved for introduction of the bill. Seconded by Representative Carlson. Motion carried.

Bob Tomlinson, Kansas State Insurance Department, requested the following bill introductions: (Attachment #1).

Risk-based Capital

Changing date in item (j) to December 31, 2007.

KSA 40-2252 Clean Up

KSA 40-2251 changed last year from KDHE to Health Policy Authority, KSA 40-2252 goes along with that but was not changed.

Eliminate "seal of corporation" requirement [KSA 40-218]

Incoming companies will no longer be required to create a seal and use it on forms

Electronic Signature [KSA 40-1702, 40-3213, 75-1508, 40-252]

Eliminates need for manual signatures and paper forms allowing for electronic filing and signature exclusively

Premium Tax for group-funded workers comp pools changed to "actual" premium [KSA 44-581]

Currently the tax is collected on estimated premium; this would have it collected on the actual premium collected.

Updating definition of "financial institution" [KSA 40-229a]

Changes the definition of financial institution to comply with NAIC standards

HMO merger standardization [KSA 40-309]

Companies would now be required to follow merger requirements for HMO's

CONTINUATION SHEET

MINUTES OF THE House Insurance and Financial Institutions Committee at 3:30 P.M. on January 17, 2007 in Room 527-S of the Capitol.

Military Installation Jurisdiction [KSA 40-250]

Grants commissioner ability to adopt rules and regs that protect military personnel on Kansas Military Installations

Representative Brown moved for the introduction of the bills. Seconded by Representative Neighbor. Motions carried.

Doug Wareham, Kansas Bankers Association, (Attachment #2) requested a bill introduction to amend KSA 2006 Supp. 58-2344, which was formerly Section 2 of 2006 HB 2735. Representative Dillmore moved for the introduction of the bill. Seconded by Representative Brown. Motion carried.

John P. Smith, Kansas Department of Credit Unions, (Attachment #3 and Attachment #4), requested bill introductions to provide technical corrections for consistency between KSA 17-2242 and KSA 17-2204a. Representative Brown moved for the introduction of the bills. Seconded by Representative Neighbor. Motion carried.

Representative Dillmore moved for a bill introduction establishing a pilot program to allow certain small businesses to provide health insurance through the State Employees Health Benefits Program. Seconded by Representative Oletha Faust-Goudeau. Motion carried.

Next meeting will be Thursday, January 18, 2007, 3:30 P.M. in Room 527-S.

Meeting adjourned at 4:04 P.M.