MINUTES OF THE HOUSE INSURANCE COMMITTEE

The meeting was called to order by Chairman Clark Shultz at 3:30 P.M. on March 17, 2005 in Room 527-S of the Capitol.

All members were present except:

Representative Cox Representative B. Sharp

Committee staff present:

Melissa Calderwood, Kansas Legislative Research Department Terri Weber, Kansas Legislative Research Department Ken Wilke, Revisor of Statutes Office Sue Fowler, Committee Secretary

Conferees appearing before the committee:

John Campbell, State of Kansas Insurance Department, Topeka, KS Larrie Ann Lower, Kansas Association of Health Plans, Topeka, KS Bill Sneed, Americas Health Insurance Plans, WRITTEN TESTIMONY, Topeka, KS Callie Denton, Kansas Trial Lawyers Association, Topeka, KS

Others attending:

See attached list.

Hearing on:

Sub. SB 103: Insurance; effect of military deployment on certain policies

Melissa Calderwood, Kansas Legislative Research Department, gave a brief overview for **Sub. SB 103**.

Proponents:

John Campbell, State of Kansas Insurance Department, (<u>Attachment #1</u>), appeared before the committee in support of <u>Sub. SB 103</u>.

Larrie Ann Lowry, Kansas Association of Health Plans, (<u>Attachment #2</u>), gave testimony in support of <u>Sub.</u> <u>SB 103</u>.

Bill Sneed, Americas Health Insurance Plans, (<u>Attachment #3</u>), presented written testimony in support of <u>Sub.</u> <u>SB 103</u>.

Hearing was closed on Sub. SB 103.

Hearing on:

SB 207: Insurance department; fraud prevention program

Melissa Calderwood, Kansas Legislative Research Department, gave a brief overview for SB 207.

Proponents:

John Campbell, State of Kansas Insurance Department, (<u>Attachment #4</u>), appeared before the committee in support of <u>SB 207</u>.

Callie Denton, Kansas Trial Lawyers Association, (Attachment #5), gave testimony in support of SB 207.

Bill Sneed, State Farm, (Attachment #6), presented written testimony in support of SB 207.

Hearing was closed on SB 207.

CONTINUATION SHEET

MINUTES OF THE House Insurance Committee at 3:30 P.M. on March 17, 2005 in Room 527-S of the Capitol.

Discussion and possible action:

SB 100: Health insurance; HIPAA technical changes

Representative Dillmore made a motion to pass **SB 100** favorably and place on the Consent Calendar.

Representative Carter made a substitute motion to amend **SB 100** by removing all of the language from **SB 100** and replacing it with language from **HB 2241** as shown on the balloon (Attachment #7). Seconded by Representative Brunk. Motion passed.

Representative Schwab moved to allow for technical corrections to **SB 100**. Seconded by Representative Carter. Motion passed.

Representative Schwab moved for a motion to pass **SB 100** favorably as amended. Seconded by Representative McCreary. Motion passed.

SB 102: Insurance; closing a block of business; notice to policyholders required

Representative Schwab moved for a motion to pass SB 102 favorably. Seconded by Representative McLeland.

Representative Carter made a substitute motion to amend **SB 102** by removing all of the language from **SB 102** and replacing it with language from **HB 2150** as shown on the balloon (Attachment #8). Seconded by Representative Schwab. Motion passed.

Representative Schwab moved for a motion to pass SB 102 favorably as amended. Seconded by Representative McLeland.

Representative Kirk moved for a substitute motion to table **SB 102** until a date next year so that a hearing could be held on proposed amendments to **SB 102**. Seconded by Representative Grant. Motion failed.

A division was requested; substitute motion failed 4 to 8. Representatives Dillmore, Grant, Kirk and Phelps requested their no votes be recorded.

Representative Schwab closed on the original motion to pass SB 102 favorably as amended. Motion passed.

A division was requested; original motion was passed.

SB 140: Insurance; limitation on insurance value on improvements on real property

Representative Schwab moved for a motion to pass **SB 140** favorably. Seconded by Representative McLeland.

Representative Faber moved to allow a conceptual substitute motion to amend **SB 140** by adopting an amendment proposed by Larry Magill as part of his testimony. Seconded by Representative Brunk. Motion adopted.

Representative Carter made a substitute motion to amend **SB 140** by removing all of the language from **SB 140** and replacing it with language from **HB 2016** as shown on the balloon and have the amended bill designated as a substitute bill (Attachment #9.

A division was requested; substitute motion passed 6-3.

Representative Schwab recommended that **Sub. SB 140** be passed favorably as amended. Seconded by Representative Schwab. Motion passed.

CONTINUATION SHEET

MINUTES OF THE Ho	ouse Insurance Committ	ee at 3:30 P.M.	on March 17,	, 2005 in Room	1 527-S of the
Capitol.					

Next meeting will be March 22, 2005.

Meeting adjourned at 5:15 P.M.