MINUTES OF THE HOUSE INSURANCE COMMITTEE

The meeting was called to order by Chairman Clark Shultz at 3:30 P.M. on March 22, 2005 in Room 527-S of the Capitol.

All members were present except:

Representative Steve Brunk- excused

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:

Sandy Praeger, Topeka, KS
Andrew Beal, Kansas City, MO
Jim Hall, Lenexa, KS
Larry Magill, Topeka, KS
Bill Sneed, Topeka, KS
Sandy Braden, Topeka, KS
Natalie Haag, Topeka, KS
Dave Hanson, Topeka, KS

Others attending:

See attached list.

Hearing on:

SB 268: Interstate Insurance Product Regulation Compact

Melissa Calderwood, Kansas Legislative Research Department, gave a brief overview for **SB 268**.

Proponents:

Sandy Praeger, Insurance Commissioner, Kansas Insurance Department, (<u>Attachment #1</u>), appeared before the committee in support of <u>SB 268</u>.

Andrew Beal, National Association of Insurance Commissioners, (<u>Attachment #2</u>), appeared before the committee in support of <u>SB 268</u>.

Jim Hall, American Council of Life Insurers, (<u>Attachment #3</u>), appeared before the committee in support of **SB 268**.

Larry Magill, Kansas Association of Insurance Agents, (Attachment #4), gave testimony in support of SB 268.

Bill Sneed, American Investors Life, (Attachment #5), gave testimony in support of **SB 268**.

Sandy Braden, Kansas Association Insurance & Financial Advisors, (<u>Attachment #6</u>), gave testimony in support of <u>SB 268</u>.

Natalie Haag, Security Benefit Life Insurance Company, (<u>Attachment #7</u>), gave testimony in support of <u>SB</u> **268.**

Dave Hanson, Kansas Insurance Associations, (Attachment #8), gave testimony in support of **SB 268**.

Hearing was closed on **SB 268**.

Discussion and possible action:

CONTINUATION SHEET

MINUTES OF THE House Insurance Committee at 3:30 P.M. on March 22, 2005 in Room 527-S of the Capitol.

SB 268: Interstate Insurance Product Regulation Compact

Representative Cox made a motion to pass **SB 268** favorably. Seconded by Representative B. Sharp. Motion passed.

SB 176: Insurance brokers; change of terminology to insurance producers

Representative Dillmore made a motion to pass **SB 176** favorably. Seconded by Representative McLeland.

A discussion took place regarding adopting a balloon amendment (<u>Attachment #(9)</u>. The balloon amendment contains language from **SB 100**, **SB 102** and **SB 140**.

Representative Carter made a motion to adopt the balloon amendment (Attachment #(9).

Representative Carter made a substitute motion to amend **SB 176** by adding all of the language from **SB 100**, **SB 102** and **SB 140** into **SB 176** as shown on the balloon (Attachment #9). Seconded by Representative Schwab. Substitution motion adopted.

Representative Dillmore moved for a motion to pass **SB 176** favorably as amended. Seconded by Representative Carter. Motion passed.

SB 175: Insurance companies; requirements on certain types of securities

Representative Dillmore made a motion to pass **SB 175** favorably. Seconded by Representative Grant. Motion passed.

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

Representative Dillmore made a motion to pass **Sub. SB 103** favorably. Seconded by Representative Carter.

Representative Kirk made a substitution motion with amendment to include language from **HB 2305** into **Sub. SB 103.** Seconded by Representative Dillmore. Motion withdrawn.

Representative Kirk made a motion to amend **Sub. SB 103** to include **HB 2305.** Seconded by Representative Schwab. Motion passed.

Representative Kirk made a motion to pass Sub. SB 103 favorably as amended. Seconded by Representative Schwab. Motion passed.

SB 178: Home service contract act

Representative Dillmore made a motion to pass SB 178 favorably. Seconded by Representative McCreary.

Representative Schwab made a substitute motion to amend **SB 178** with new proposed language as shown on the balloon (Attachment #10). Seconded by Representative Carter.

Representative Dillmore made a motion to table the bill. Seconded by Representative B. Sharp. Motion failed.

A division was requested; motion failed 5 to 7. Back on original motion.

Representative Schwab moved for a motion to pass **SB 178** favorably as amended. Seconded by Representative Carter. Motion passed.

SB 207: Insurance department; fraud prevention program

CONTINUATION SHEET

MINUTES OF THE House Insurance Committee at 3:30 P.M. on March 22, 2005 in Room 527-S of the Capitol.

Representative Dillmore made a motion to pass SB 207 favorably . Seconded by Representative Kelsey.

Representative Schwab moved to table SB 207. Seconded by Representative Kirk. Motion passed.

Meeting was adjourned at 5:10 P.M.