SENATE BILL No. 438

By Committee on Financial Institutions and Insurance

2-10

AN ACT concerning insurance; relating to property and casualty insurance; policy renewals; amending K.S.A. 40-297 and repealing the existing section; also repealing K.S.A. 40-296.

Be it enacted by the Legislature of the State of Kansas:

New Section 1. A policy of insurance for property and casualty coverage will be considered renewed by: (a) The issuance and delivery of a policy by an insurer or by an insurer within the same group of affiliated insurers replacing the existing policy at the end of the policy period or term with no gap in coverage; or (b) the issuance and delivery of a certificate or notice extending the term of the policy beyond its policy period or term.

Sec. 2. K.S.A. 40-297 is hereby amended to read as follows: 40-297. The term "group of affiliated insurers" as used in K.S.A. 40-296 section 1, and amendments thereto, shall mean two or more insurance companies which are under substantially the same management and/or financial control.

Sec. 3. K.S.A. 40-296 and 40-297 are hereby repealed.

Sec. 4. This act shall take effect and be in force from and after its publication in the statute book.