

REPORTS OF STANDING COMMITTEES

MR. PRESIDENT:

The Committee on **Financial Institutions and Insurance** recommends **SB 78** be amended on page 1, by striking all in line 17 through 36;

On page 2, by striking all in lines 1 through 21;

On page 3, in line 14, after "(4)" by inserting "'Service contract" does not include an automobile club service contract. As used in this paragraph:

(A) "Automobile club" means any person who, in consideration of dues, assessments or periodic payments of money, promises its members or subscribers to assist such members or subscribers in matters relating to travel and the operation, use and maintenance of an automobile by supplying features or services or reimbursement thereof, including, but not limited to:

(i) Services such as community traffic safety services, travel and touring service, theft or reward service, map service, towing service, emergency road service, bail bond service and legal fee reimbursement service in the defense of traffic offenses, and such enumerated features or services, if provided by the automobile club itself, shall be subject to the insurance laws of this state;

(ii) the purchase of accidental injury and death benefits insurance coverage issued, as provided by applicable statutes, by an insurance company authorized to do business in Kansas; and

(iii) other features or services not deemed by the commissioner to constitute the business of insurance.

(B) "Person" means any person, firm, partnership, corporation or association that conducts

an automobile club service business in this state.

(C) An automobile service contract shall contain the following information:

(i) The corporate name or other name of the club;

(ii) the location of its home office and its usual place of business in the state, if any, listing the street address and city; and

(iii) provisions clearly specifying:

(a) A description of the services or benefits to which the member is entitled;

(b) the territory wherein such services are to be rendered; and

(c) the dates when such service will commence and terminate.

(5)";

On page 14, in line 42, by striking "40-103,";

And by renumbering sections accordingly;

On page 1, in the title, in line 10, by striking "40-103,"; and the bill be passed as amended.

Chairperson