

MINUTES OF THE SENATE FINANCIAL INSTITUTIONS AND INSURANCE COMMITTEE

The meeting was called to order by Chairperson Jeff Longbine at 9:30 am on Thursday, February 05, 2015, 546-S of the Capitol.

All members were present except:

Senator Tom Hawk – Excused

Committee staff present:

Ellen Martinez, Kansas Legislative Committee Assistant

Melissa Calderwood-Renick, Legislative Research Department

Whitney Howard, Legislative Research Department

Eileen Ma, Office of Revisor of Statutes

Conferees appearing before the Committee:

Dustin Kirk, Staff Attorney, Office of the State Bank Commissioner

Others in attendance:

[See Attached List](#)

Bill introductions

There were no bill introductions.

Informational hearing:

Dustin Kirk, staff attorney, presented an overview of the 2015 Banking Code Legislation. The recodification has been in progress for numerous years dating back to at least the year 2000. One of the more recent and extensive efforts resulted in a nearly completed draft in 2008. The project was revived by the Office of the State Bank Commissioner in October of 2012. There are 209 statutes and nearly all are being amended in some way.

75% of the banking code has not been amended in any way since 1999. (90 statutes) 43% has not been amended since 1989. (90 statutes) 20% has not been amended since 1975. (43 statutes) 13% has not been amended since 1947. (27 statutes) A number of statutes has predecessors in the previous version of the banking code, date to before 1947, some with language from the late 1800's.

Roughly 81 statutes are suggested to be repealed and about 12-18 statutes will be added.

Highlights:

1. Start-up capital increase for banks and trust companies.
2. Application process for new banks streamlines the statutes.
3. Same process for eligible and ineligible banks for application processes.
4. Creation of a complete, voluntary liquidation process.
5. Codification of approximately 18 special orders and a few regulatory mailings.
6. Clarification on when holding periods for other real estate (ORE) begin. ([Attachment 1](#))

Judi Stork, Deputy Bank Commissioner, offered to meet individually with members of the Committee

Unless specifically noted, the individual remarks recorded herein have not been transcribed verbatim. Individual remarks as reported herein have not been submitted to the individuals appearing before the committee for editing or corrections.

CONTINUATION SHEET

MINUTES of the Committee on Financial Institutions and Insurance at 9:30 am on Thursday, February 05, 2015, 546-S of the Capitol.

to answer any questions.

Senator Longbine informed the Committee that next Tuesday, they would have hearings on SLIMPACT, on Wednesday work 3 bills and on Thursday have a hearing on SB 103.

There being no further business, Senator Longbine adjourned the meeting at 10:05 A.M.