

HOUSE BILL No. 2720

By Committee on Insurance

2-4

AN ACT concerning automobile insurance; relating to payment of certain claims.

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

Section 1. No insurance company which has issued a policy of automobile liability insurance in this state shall pay any claim for damage to or loss of any motor vehicle unless the insurance company has determined whether such motor vehicle is subject to any lien if any, and if so, the identity of each lienholder of record having an interest in such vehicle. If such motor vehicle is subject to one or more liens of record, the insurance company shall make any check or other instrument of payment payable to both the motor vehicle's owner and each lienholder of record. Otherwise the insurance company shall make any check or other instrument of payment payable to the motor vehicle's owner.

Sec. 2. This act shall take effect and be in force from and after its publication in the statute book.