

Approved February 17, 1983
Date

MINUTES OF THE SENATE COMMITTEE ON COMMERCIAL AND FINANCIAL INSTITUTIONS.

The meeting was called to order by Sen. Neil H. Arasmith at
Chairperson

9:00 a.m./~~p.m.~~ on February 16, 1983 in room 529-s of the Capitol.

All members were present except:

Senators Hess and Harder - Excused

Committee staff present:

Bill Wolff, Legislative Research
Bruce Kinzie, Revisor's Office

Conferees appearing before the committee:

Ron Todd, Kansas Insurance Department

The minutes of February 15 were approved.

The hearing began on SB 134 which was introduced at the request of the Insurance Commissioner's Office. Ron Todd, Kansas Insurance Department, appeared in support of the bill. He explained that the new language is found on page 3 of the bill beginning on line 105. This proposal was meant to prohibit insurance companies from circumventing the suspension or revocation of an agent's license by hiring him for some other duty but allowing him to assist in making sales or promotion. This bill would allow the agent to work in any other capacity but sales or promotion.

The chairman asked if this situation has occurred very often. Mr. Todd answered that it has occurred but not often. Sen. Feleciano asked for the meaning of "suretyship" on line 109. Mr. Todd said that it refers to surety bonds. The hearing on SB 134 was concluded.

Sen. Feleciano made a motion that SB 134 be recommended favorably. Sen. McCray seconded the motion. The motion carried.

The chairman announced that Marvin Umholtz, Kansas Credit Union League, had prepared a balloon of the amendments he feels should be made to SB 75. The chairman asked Mr. Umholtz to circulate copies of the balloon to committee members.

The next meeting will be held on February 17.

The meeting was adjourned.

SENATE COMMITTEE

ON

COMMERCIAL AND FINANCIAL INSTITUTIONS

OBSERVERS
(Please print)

DATE NAME ADDRESS REPRESENTING

M. Hawver

Topeka

Capital - January

Marvin Umbholtz

Topeka

KUM

Ed Jones

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Kan. Assoc of P+C
Ins. Co

Dick Brock

"

Ins Dept

Ron Todd

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LARRY MAGILL

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