

MINUTES OF THE House COMMITTEE ON InsuranceThe meeting was called to order by Rep. Rex Hoy at  
Chairperson3:30 ~~xxx~~/p.m. on February 7, 1984 in room 521 S of the Capitol.

All members were present except:

Rep. Fuller and Rep. Peterson, who were excused.

Committee staff present:

Wayne Morris, Legislative Research  
Gordon Self, Revisor's Office  
Mary Sorensen, Committee Secretary

Conferees appearing before the committee:

Stewart Entz, Topeka, KS, Attorney for Kansas Association of Homes for  
the Aging (KAHA)

Others Present:

See List (Attachment 1)

Stewart Entz, a Topeka attorney representing KAHA, testified in opposition to HB 2251--providing for the regulation of continuing care agreements and the registration of providers of continuing care. Mr. Entz said that he agreed with the Interim Committee that there was no need for this legislation at this time, but the situation should be monitored because it might be needed sometime in the future. He did not believe this bill would help the residents of Clearview City, who had testified in support of the bill several weeks ago. He said the members of their organization do provide financial information to a prospective resident, but believe the bill is too broad in its requirements about disclosure. He also feels the escrow and surety bond requirements need more study. He will provide written comments to the committee members for their study, with specific comments on the various sections of HB 2251. Chairman Hoy said he thought there were some areas that did need further study, and appointed a subcommittee of Rep. Sprague as chairman, and Rep. Webb and Rep. Weaver as members, to study this bill and come up with some recommendations as soon as possible. Rep. Sprague then read portions of the report of the Interim Committee on HB 2251. This was filed after their study of the bill last year.

Chairman Hoy announced there would be no action on HB 2635 concerning firemens relief, as the subcommittee had been unable to schedule a meeting.

HB 2753--concerning examination of insurance companies, concerning waiver of costs of examination, was up for final action. The bill was briefly explained and there was discussion. Rep. Spaniol moved to report HB 2753 favorably for passage. Rep. Long seconded. The motion carried.

HB 2754--relating to countersignature requirements of certain policies and contract, was then up for final action. The bill was briefly explained and there was some discussion. Rep. Sutter moved to passed out HB 2754 favorably. Rep. Spaniol seconded. The motion carried.

HB 2755--concerning the health care provider insurance availability act, was briefly explained. Rep. Littlejohn moved to retain Section (g) of the bill and change the sunset date to July 1, 1987. Rep. Turnquist seconded. There was discussion of two other suggested amendments and Gordon Self explained. It was decided to wait on any other possible amendments until they could be presented in writing for study by the committee members. A vote was taken on the motion of Rep. Littlejohn and seconded by Rep. Turnquist, and the motion carried. Final action on the bill itself was delayed until next week.

HB 2756--relating to health maintenance organizations; protection against insolvency; requirements, was then briefly explained by Dick Brock of the Insurance Department. There were questions and discussion. Rep. L. Johnson moved to report HB 2756 favorably for passage. Rep. Sutter seconded. The motion carried.

The meeting adjourned at 4:20 PM.

GUEST LIST

Attachment 1

COMMITTEE: House Insurance

DATE: Feb. 7, 1984

NAME	ADDRESS	COMPANY/ORGANIZATION
Evan Eason	Topeka	KATA
Steve Gritz	Topeka	KATA
Frank L. Gentry	"	Ks Hospital Assoc.
Chip Wheelen	"	Ks Legis. Policy Group
PAT SCHAFER	"	BUDGET
ED MULLINS	"	"
Bepa Francis	Overland Park	Ks Coalition on Aging
Lynnae Mangford	KDOA	KDOA
D. Juber		AP
Lynnae Mangford	Topeka	IAK
Dick Brock	"	Ins. Dept.
Mike Francis	"	Am. Ins. Assn.
Lee Wright	Lenexa Ks	Farmer's Ins Group

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