

Approved March 1, 1988  
Date

MINUTES OF THE HOUSE COMMITTEE ON INSURANCE  
REPRESENTATIVE DALE SPRAGUE

The meeting was called to order by \_\_\_\_\_ at \_\_\_\_\_  
Chairperson

3:30 XX FEBRUARY 24 88 531-N  
a.m./p.m. on \_\_\_\_\_, 19\_\_ in room \_\_\_\_\_ of the Capitol.

All members were present except:

Committee staff present:

Chris Courtwright, Research Department  
Bill Edds, Revisor of Statutes Office  
Nancy Wolff, Secretary

Conferees appearing before the committee:

The meeting was called to order by the Chairman.

The minutes of the meeting of February 23, 1988 were approved as written.

Hearings were held on House Bill 2871 relating to Motor Vehicle liability insurance and the requirement to maintain the same after conviction of certain offenses. This requirement is regardless of whether the convicted individual owns a vehicle or not.

Representative Dave Heinemann, sponsor of the bill, appeared as a proponent of the bill. He stated that when an individual signs a diversionary agreement, and sells their automobile for monetary reasons, it creates a great hardship when the State still requires them to maintain a policy of insurance even though they no longer own a vehicle.

Members of the committee questioned Representative Heinemann as to the probability of an individual on diversion putting his vehicle in someone else's name and then driving it himself although not paying higher insurance premiums.

There being no conferees appearing in opposition to the bill, the hearings were concluded.

The Chairman then called for the Subcommittee Report on House Bill 2633 (Exhibit I). Following discussion of its contents, Representative Bryant made a motion that the Subcommittee report be accepted and Representative Littlejohn seconded the motion. The motion carried.

The Committee requested Bill Edds to prepare a bill draft of House Bill 2633 incorporating the amendments proposed by the subcommittee. He said he would do so and bring it back to committee.

There being no further business, the meeting was adjourned at 4:12 p.m.

VISITORS TO HOUSE INSURANCE COMMITTEE

DATE: 2-24-88

NAME

REPRESENTING

NAME	REPRESENTING
Jim Oliver	Topeka Prof Aus Ogts of Ks
William L. Mitchell	Topeka Alliance Ins Co's
Lee Wight	Oreola Park Farmers Ins. Group
LT BILL JACOBS	Topeka K.H.P.
John W. Smith	Topeka Dept of Revenue
Joseph Kato	Topeka Supreme Court.

## INSURANCE SUBCOMMITTEE REPORT

The Subcommittee of the House Insurance Committee met at 4:45 p.m. on Wednesday, February 17, 1988. Vice-Chairman of the Insurance Committee, Representative Bill Bryant served as Chairman of the subcommittee and Representative Tom Sawyer and Representative Jack Beauchamp served as members of the subcommittee. The meeting was staffed by Bill Edds of the Revisor of Statutes Office and Nancy Wolff as secretary.

The following individuals attended the subcommittee meeting to contribute their expertise and knowledge to the proceedings:

Dick Brock, Department of Insurance  
John Smith, Vehicle Department  
Lt. Bill Jacobs, Kansas Highway Patrol  
Rick Wilborn, Alliance Insurance Companies  
Bill Mitchell, Alliance Insurance Companies  
Lee Wright, Farmers Insurance Group

The committee met to review House Bill 2633 along with House Bills 2862 and 2864. After extensive discussions among the committee members and the conferees the subcommittee came to the following conclusions:

1. It was generally felt that the substance of House Bill 2864 was unworkable in its current form and should be left in committee and not worked at the present time. This was decided after input from law enforcement officials as the difficulty in actually removing and storing the tag, as well as the logistics in tracking the tag after it is removed.
2. House Bill 2862 should be considered on its own merits as to whether the committee wishes to act on this legislation.
3. After considerable discussion on the matter, it was determined that House Bill 2633 is not currently drafted as the ad hoc committee had desired. The 45 day figure as reflected in the bill was a number inserted by the revisor and can be changed to 60 with no trouble. It was also found that the bill does not reflect a tearoff form for use by the Highway Patrol and this can also be changed by the revisor. This reflects the first three amendments suggested by John Smith.
4. The subcommittee also came to the conclusion that the amendments requested by John Smith of the Division of Vehicles should be reviewed by the committee and acted upon by the committee as a whole. The first three of the suggested amendments would fall under subparagraph 3 of this report, but the last of the suggested amendment should be reviewed by the committee and acted on when it takes up House Bill 2871 since it deals with the subject matter in that section of KSA 40-3118.

Following the above determinations, the meeting was adjourned at 5:40 p.m.