Approved: 2-25-98

MINUTES OF THE HOUSE COMMITTEE ON INSURANCE.

The meeting was called to order by Chairperson Dennis Wilson at 1:35 p.m. on February 17, 1998 in Room 527-S of the State Capitol.

All members were present except:

Committee staff present: Bill Wolff, Legislative Research Department

Robert Nugent, Revisor of Statutes Beth James, Committee Secretary

Conferees appearing before the committee: None

Others attending: See attached list

The meeting was called to order at 1:35 p.m. by Chairperson Dennis Wilson. Minutes from the February 3, and February 5, 1998 committee meetings were handed out, again, to the committee members to read over during the meeting. The Chairperson noted that the agenda called for discussion and possible action on **HB2638**.

HB2638: Solvency requirements for group funded municipal insurance pools.

No action will be taken on this bill today in order to give the people who are concerned some time to finish putting together an amendment.

The Chairperson called the committees attention to **HB2640**.

HB2640: Fire lien notification requirements.

A substitute bill was handed out for <u>HB2640</u>. Chairperson Wilson said he would entertain a motion from someone on what they would like to do. <u>Representative Stone made a motion to pass out HB2640 favorably</u>. Chairperson Wilson said he would like the committee to discuss the substitute bill first. Representative Stone withdrew his motion.

Chairperson Wilson asked Dr. Wolff to give a quick overview on this bill, since it had been some time since the committee discussed this bill. Dr. Wolff also explained what the substitute bill was. Representative Flora made a motion to move out substitute HB2640 favorably. The motion was seconded by Representative Stone. The committee voted to pass the substitute for HB2640 out favorably.

Representative McCreary apologized to the committee for voting against the HB2705 yesterday.

HB2705: Technical correction to Kassebaum-Kennedy health insurance legislation.

He said he had just gotten ahead of himself and thought the committee was voting on a different bill. Chairperson Wilson asked for a consensus on just letting the vote stand. There was consensus to let the vote stand.

The Chairperson then called the committees attention to the minutes of February 3rd and 5th. He said he would entertain a motion on the minutes. Representative Tomlinson made a motion to accept the minutes of February 3, 1998 and the minutes of February 5, 1998. The motion was seconded by Representative Johnson. The committee voted to accept the minutes of both dates.

CONTINUATION SHEET HOUSE COMMITTEE ON INSURANCE, FEBRUARY 17, 1998 ROOM 527 AT 1:30 P.M.

Chairperson Wilson then went over the agenda for Wednesday, February 18 and Thursday February 19. Also, he announced the agenda for Monday, February 23, 1998.

There being no further business the meeting was adjourned at 1:44 p.m. The next meeting will be February 18, 1998.

HOUSE INSURANCE COMMITTEE GUEST LIST

DATE: 2-17-98

NAME	REPRESENTING
Ton Wilder	Kansas Insurance Dept
Sinda De Courses	KS Insurance Deser
Lee Wright	Farners Ino GRoup
B.11 Sneed	State Farm
Karen I Mace	Ks. Hesse of REGIONS
Larry Kleeman	League of KS Municipalities
SHANE STREMMING	Rep. Larry Campbell
Pat Morris	KANA
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DRAFT (1/26/98) Fire Liens

Substitute for HOUSE BILL No. 2640

AN ACT concerning cities and counties; regarding the filing of fire liens; amending K.S.A. 40-3905 and repealing the exiting section.

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

Section 1. K.S.A. 40-3905 is hereby amended to read as follows: 40-3905. Every city or county which adopts an ordinance or resolution under the provisions of K.S.A. 40-3901 to 40-3904, inclusive, shall notify the commissioner of insurance within 14 days after the adoption of such ordinance. At least once each quarter of each calendar year, the The commissioner shall prepare and distribute a list of all cities and counties adopting an ordinance or resolution under the provisions of this act during the preceding quarter to all notify insurance companies which issue policies insuring buildings and other structures against loss by fire or explosion within 14 days after notification from cities or counties adopting an ordinance or resolution under the provisions of K.S.A. 40-3901 to 40-3904, inclusive. Insurance companies shall have 60 days after the commissioner notifies them of the adoption of such ordinance or resolution to establish procedures within such cities or counties to carry out the provision of this act.

Section 2. K.S.A. 40-3905 is hereby repealed.

Section 3. This act shall take effect and be in force from and after its publication in the statute book.

House Insurance Attachment #1 2-17-98