

## CHAPTER 214

### SENATE CONCURRENT RESOLUTION No. 1603

A CONCURRENT RESOLUTION requesting the creation of two task forces, one to study the design and implementation of an electronic motor vehicle financial security verification system for real time verification of compliance with the financial security requirements of the Kansas automobile injury reparations act and the second to conduct a comprehensive review of insurance department fee modernization and modernizing rating laws for personal lines of property and casualty insurance and workers compensation.

WHEREAS, Insurance is an economic tool to protect the assets of Kansas residents; and

WHEREAS, Uninsured motorists unfairly contribute to the cost of motor vehicle insurance; and

WHEREAS, The state of Kansas is desirous of implementing an electronic motor vehicle financial security verification system for real time verification of compliance with the financial security requirements of K.S.A. 40-3101 et seq., and amendments thereto, to combat uninsured motorists; and

WHEREAS, The design of such electronic motor vehicle financial security verification system needs to include the following factors:

- (1) The likelihood the system would reduce the number of uninsured motorists in the state;
- (2) the likelihood the system would aid law enforcement in the identification of uninsured motorists in this state;
- (3) the reliability of the system;
- (4) the cost-effectiveness of the system;
- (5) privacy protections of the system;
- (6) data security and integrity of the system; and
- (7) any other issue related to the proper design and implementation of the system; and

WHEREAS, It would be appropriate for the state of Kansas to conduct a comprehensive review of insurance department fee modernization and modernizing rating laws for personal lines of property and casualty insurance and workers compensation: Now, therefore,

*Be it resolved by the Senate of the State of Kansas, the House of Representatives concurring therein:* That a task force be formed to study the design and implementation of an electronic motor vehicle financial security verification system consisting of 18 members to include the commissioner of insurance or the commissioner's designee; the secretary of revenue or the secretary's designee; the director of the division of motor vehicles or the director's designee; one member appointed by the president of the senate; one member appointed by the minority leader of the senate; one member appointed by the speaker of the house of representatives; one member appointed by the minority leader of the house of representatives; one member representing a domestic property and casualty insurance company and one member representing a foreign property and casualty insurance company appointed by the insurance commissioner from a list submitted by the Kansas Association of Property and Casualty Insurance Companies; one member representing foreign stock insurance companies appointed by the insurance commissioner from a list submitted by the American Insurance Association; one member representing automobile insurance companies appointed by the insurance commissioner from a list of the top six automobile insurance premium writers in Kansas; one member representing a property and casualty insurance company appointed by the insurance commissioner from a list submitted by the Property Casualty Insurers Association of America; one member representing a property and casualty insurance company appointed by the insurance commissioner from a list submitted by the National Association of Mutual Insurance Companies; one member representing the licensed Kansas insurance agents appointed by the insurance commissioner from a list submitted by the Kansas Association of Insurance Agents; one member representing licensed Kansas insurance agents appointed by the insurance commissioner from a list submitted by the Kansas Association of Insurance and Financial Advisors; and two members appointed by the governor representing law enforcement and one member appointed by the governor representing the consumer interests. The commissioner of insurance shall serve as the

chairperson and appoint the vice-chairperson from the membership of the task force. The chairperson and vice-chairperson shall not be of the same political party. Except for members of the legislature appointed to serve on the task force, no task force member shall receive any compensation, subsistence, mileage or other allowances for serving on the task force or attending any meeting thereof. Members of the legislature attending meetings of the task force shall be paid compensation, subsistence and expenses in accordance with K.S.A. 75-3212 and amendments thereto. The staff of the legislative research department and the office of the revisor of statutes shall provide such assistance as may be requested by the task force to the extent authorized by the legislative coordinating council.

*Be it further resolved:* That a second task force be formed to conduct a comprehensive review of insurance department fee modernization and modernizing rating laws for personal lines of property and casualty insurance and workers compensation consisting of 14 members to include the commissioner of insurance or the commissioner's designee; one member appointed by the president of the senate; one member appointed by the minority leader of the senate; one member appointed by the speaker of the house of representatives; one member appointed by the minority leader of the house of representatives; one member representing a domestic property and casualty insurance company and one member representing a foreign property and casualty insurance company appointed by the insurance commissioner from a list submitted by the Kansas Association of Property and Casualty Insurance Companies; one member representing foreign stock insurance companies appointed by the insurance commissioner from a list submitted by the American Insurance Association; one member representing automobile insurance companies appointed by the insurance commissioner from a list of the top six automobile insurance premium writers in Kansas; one member representing a property and casualty insurance company appointed by the Insurance Commissioner from a list submitted by the Property Casualty Insurers Association of America; one member representing a property and casualty insurance company appointed by the insurance commissioner from a list submitted by the National Association of Mutual Insurance Companies; one member representing the licensed Kansas insurance agents appointed by the insurance commissioner from a list submitted by the Kansas Association of Insurance Agents; one member representing licensed Kansas Insurance agents appointed by the insurance commissioner from a list submitted by the Kansas Association of Insurance and Financial Advisors; and one member appointed by the governor representing the consumer interests. The commissioner of insurance shall serve as the chairperson and appoint the vice-chairperson from the membership of the task force. The chairperson and vice-chairperson shall not be of the same political party. Except for members of the legislature appointed to serve on the task force, no task force member shall receive any compensation, subsistence, mileage or other allowances for serving on the task force or attending any meeting thereof. Members of the legislature attending meetings of the task force shall be paid compensation, subsistence and expenses in accordance with K.S.A. 75-3212 and amendments thereto. The staff of the legislative research department and the office of the revisor of statutes shall provide such assistance as may be requested by the task force to the extent authorized by the legislative coordinating council.

*Be it further resolved:* That a report containing the results of the studies and the task forces' recommendations and conclusions emanating therefrom shall be transmitted to the speaker of the house of representatives, the president of the senate, the chair of the house committee on insurance and financial institutions, and the chair of the senate committee on financial institutions and insurance no later than the convening of the 2008 Kansas legislature.

Adopted by the House March 27, 2007.

Adopted by the Senate April 3, 2007.

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