



Money Services Business Association
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February 1, 2024

Senate Financial Institutions and Insurance Committee
Chairman Jeff Longbine
Kansas State Capital
300 SW 10th St.
Topeka, Kansas 66612

Via: Electronic Submission

Re: SB 406, Enacting the Kansas money transmission act

Honorable Chairman Longbine,

The Money Services Business Association (“MSBA”) is grateful to have the opportunity to write in support of Senate Bill (“SB”) 406, entitled “Enacting the Kansas Money Transmission Act”.

MSBA is one of the nation’s largest trade associations focused on the non-bank money services industry. Our membership includes licensed money transmitters and their agents and/or authorized delegates, payment card issuers, and distributors, payment processors, international remittance companies, bill payment companies, mobile payment application providers, payment aggregators, virtual currency exchanges and administrators, money orders, and other similar money services providers that are engaged in payments. For additional information about our membership, please see: www.msbaassociation.org.

SB 406 would align money transmitter laws in Kansas with the Money Transmission Model Act, an initiative spearheaded by regulators and industry to standardize state money transmitter laws. Specifically, the money transmission provisions create a national standard for customer protections, clarify and standardize definitions of regulated activity, and streamline a states’ ability to license and examine money transmitters through the Nationwide Multistate Licensing System, ensuring customers are protected and payments companies are regulated in the same manner across all jurisdictions.

We support Senate Bill 406, as the proposed revisions and additions would modernize existing Kansas regulations by increasing efficiency in the licensing and ongoing supervision of money transmitter licensees operating in multiple jurisdictions.

MSBA appreciates Kansas’ support for the Money Services Business Industry. We would be happy to meet with you to answer any questions you may have.

Sincerely,

A handwritten signature in black ink that reads "Kathy Tomasofofsky". The signature is written in a cursive, flowing style.

Kathy Tomasofofsky, Executive Director
Money Services Business Association, Inc

CC: Mr. Jim Payne, Assistant Commissioner, OSBC