

January 27, 2025

The Honorable Brenda Dietrich, Chairperson  
Senate Committee on Financial Institutions and Insurance  
300 SW 10th Avenue, Room 546-S  
Topeka, Kansas 66612

Dear Senator Dietrich:

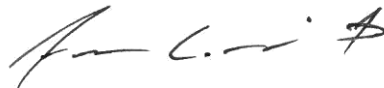
**SUBJECT:** Fiscal Note for SB 21 by Senate Committee on Financial Institutions and Insurance

In accordance with KSA 75-3715a, the following fiscal note concerning SB 21 is respectfully submitted to your committee.

SB 21 would require third party administrators of life or health insurance coverage to maintain a separate fiduciary account for each payor and the account would not be allowed to contain funds collected or held by the administrator on behalf of multiple payors. The bill would also require an administrator to disclose to the Insurance Commissioner any chapter 9 or 11 bankruptcy filed by or on behalf of the administrator under the United States Bankruptcy Code.

The Kansas Department of Insurance states that the bill would not have a fiscal effect.

Sincerely,



Adam C. Proffitt  
Director of the Budget

cc: Kyle Strathman, Insurance Department