Session of 2025

## HOUSE BILL No. 2333

By Committee on Insurance

Requested by Eric Turek on behalf of the Kansas Insurance Department

2-7

1 AN ACT concerning insurance; renaming the Kansas insurance 2 department as the Kansas department of insurance; renaming the office 3 of the securities commissioner of Kansas as the department of 4 insurance, securities division; renaming the securities commissioner as 5 the department of insurance assistant commissioner, securities division; eliminating the requirement that the senate confirm the department of 6 7 insurance assistant commissioner, securities division appointee; amending K.S.A. 2024 Supp. 40-102 and 75-6301 and repealing the 8 9 existing sections; also repealing K.S.A. 75-6302, 75-6303, 75-6304, 10 75-6305, 75-6306 and 75-6307.

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

New Section 1. (a) The Kansas insurance department, as established by K.S.A. 42-102, and amendments thereto, is hereby renamed the Kansas department of insurance. All powers, duties and functions of the Kansas insurance department are hereby transferred and imposed upon the Kansas department of insurance.

(b) Whenever the Kansas insurance department, or words of like
effect, are referred to or designated by a statute, contract or other
document, and such reference or designation is in regard to any function,
power or duty of the Kansas insurance department, such reference or
designation shall be deemed to apply to the Kansas department of
insurance.

(c) All rules and regulations, order and directives of the commissioner of insurance of the Kansas insurance department that are in effect on July 1, 2025, shall continue to be effective and shall be deemed to be rules and regulations, orders and directives of the commissioner of insurance of the Kansas department of insurance until amended, revoked or nullified pursuant to law.

New Sec. 2. (a) (1) The office of the securities commissioner of Kansas, as established by K.S.A. 75-6301, and amendments thereto, is hereby renamed the department of insurance, securities division. All powers, duties and functions of the office of the securities commissioner of Kansas are hereby transferred and imposed upon the department of insurance, securities division. 1 (2) The securities commissioner is hereby renamed the department of 2 insurance assistant commissioner, securities division. All powers, duties 3 and functions of the securities commissioner are hereby transferred and 4 imposed upon the department of insurance assistant commissioner, 5 securities division.

6 (b) (1) Whenever the office of the securities commissioner of Kansas, 7 or words of like effect, are referred to or designated by a statute, contract 8 or other document, and such reference or designation is in regard to any 9 function, power or duty of the office of the securities commissioner of 10 Kansas, such reference or designation shall be deemed to apply to the 11 department of insurance, securities division.

(2) Whenever the securities commissioner, or words of like effect, are referred to or designated by statute, contract or other document, and such reference or designation is in regard to any function, power or duty of the securities commissioner of Kansas, such reference or designation shall be deemed to apply to the department of insurance assistant commissioner, securities division.

(c) All rules and regulations, orders and directives of the securities
commissioner of Kansas that are in effect on July 1, 2025, shall continue
to be effective and shall be deemed to be rules and regulations, orders and
directives of the department of insurance assistant commissioner, securities
division until amended, revoked or nullified pursuant to law.

23 Sec. 3. K.S.A. 2024 Supp. 40-102 is hereby amended to read as 24 follows: 40-102. There is hereby established a department to be known as 25 the Kansas department of insurance department, and such department shall have a. The chief officer-entitled of the department shall be the 26 commissioner of insurance. The commissioner of insurance shall be 27 28 charged with the administration of all laws relating to insurance, insurance 29 companies and fraternal benefit societies doing business in this state and 30 all other duties that are or may be imposed upon such officer by law.

31 Sec. 4. K.S.A. 2024 Supp. 75-6301 is hereby amended to read as 32 follows: 75-6301. (a) There is hereby established under the jurisdiction of 33 the commissioner of insurance a division to be known as the office of the 34 securities commissioner of Kansas the department of insurance, securities 35 division. The office department of insurance, securities division shall be 36 administered by the securities commissioner of Kansas department of 37 insurance assistant commissioner, securities division who shall be in the 38 unclassified service under the Kansas civil service act. The-securities-39 commissioner department of insurance assistant commissioner, securities 40 division shall be appointed by the commissioner of insurance-and be-41 subject to confirmation by the senate as provided in K.S.A. 75-4315b, and amendments thereto. The securities commissioner department of 42 insurance assistant commissioner, securities division shall have special 43

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training and qualifications for such position, shall receive such
 compensation as may be fixed by the commissioner of insurance and shall
 serve at the pleasure of the commissioner of insurance. Except as provided
 by K.S.A. 46-2601, and amendments thereto, no person appointed as
 securities commissioner shall exercise any power, duty or function as
 securities commissioner until confirmed by the senate.

7 (b) The-securities commissioner department of insurance assistant 8 commissioner, securities division shall devote full time to the performance 9 of the duties of the-office of the securities commissioner department of 10 insurance, securities division.

(c) The securities commissioner department of insurance assistant 11 12 commissioner, securities division may appoint directors and other 13 employees within the office of the securities commissioner department of insurance, securities division as determined necessary by the securities 14 15 commissioner department of insurance assistant commissioner, securities 16 division to effectively carry out the mission of the office. All directors 17 appointed after the effective date of this act shall be in the unclassified 18 service under the Kansas civil service act, shall have special training and 19 qualifications for such positions, shall serve at the pleasure of the 20 securities commissioner department of insurance assistant commissioner, 21 securities division and shall receive compensation fixed by the securities 22 commissioner department of insurance assistant commissioner, securities 23 *division* and approved by the commissioner of insurance.

(d) Nothing in subsection (c) shall affect the classified status of any
person employed in the office of the securities commissioner department
of insurance, securities division on the day immediately preceding the
effective date of this act. The provisions of this subsection shall not be
construed to limit the powers of the securities commissioner department of
insurance assistant commissioner, securities division pursuant to K.S.A.
75-2948, and amendments thereto.

31 (e) The office of the securities commissioner of Kansas department 32 of insurance, securities division shall cooperate with the department of 33 insurance-department to consolidate administrative functions and cross-34 appoint such employees as deemed necessary to provide efficiency. The 35 commissioner of insurance and the securities commissioner department of 36 insurance assistant commissioner, securities division are hereby authorized 37 to enter into agreements and adopt rules and regulations as necessary to 38 administer the provisions of this subsection.

Sec. 5. K.S.A. 75-6302, 75-6303, 75-6304, 75-6305, 75-6306 and 756307 and K.S.A. 2024 Supp. 40-102 and 75-6301 are hereby repealed.

41 Sec. 6. This act shall take effect and be in force from and after its 42 publication in the<u>statute book</u> *Kansas register*.