

January 31, 2011

The Honorable Clark Shultz, Chairperson
House Committee on Insurance
Statehouse, Room 166-W
Topeka, Kansas 66612

Dear Representative Shultz:

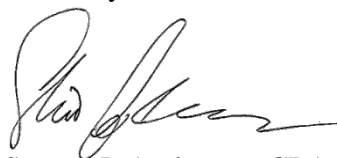
SUBJECT: Fiscal Note for HB 2076 by House Committee on Insurance

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2076 is respectfully submitted to your committee.

Under current law, an application for a certificate of authority to operate a municipal group insurance pool must be made to the Commissioner of Insurance within 30 days of the proposed inception date of the pool. HB 2076 would allow municipal pools to submit an application for a certificate of authority up to 60 days prior to the proposed inception date of the pool. In addition, the bill would extend the amount of time a municipal pool has to submit a certified independent audited financial statement to the Commissioner of Insurance from the current requirement of 90 days to 150 days after the end of the pool's fiscal year.

The Kansas Insurance Department indicates that the passage of HB 2076 would have no fiscal effect on state operations.

Sincerely,



Steven J. Anderson, CPA, MBA
Director of the Budget

cc: Zac Anshutz, Insurance Department