

MINUTES OF THE SENATE FINANCIAL INSTITUTIONS AND INSURANCE COMMITTEE

The meeting was called to order by Chairman Ruth Teichman at 9:30 A.M. on March 21, 2005 in Room 234-N of the Capitol.

All members were present except:

James Barnett- excused

Pete Brungardt- absent

Committee staff present:

Melissa Calderwood, Kansas Legislative Research Department

Terri Weber, Kansas Legislative Research Department

Ken Wilke, Office of Revisor of Statutes

Sandy Yingling, Committee Secretary

Conferees appearing before the committee:

Bill Sneed, State Farm Insurance

Terry Humphrey, Kansas Trial Lawyers Association

Others attending:

See attached list.

Madam Chair called the meeting to order.

Madam Chair reopened the hearing on **HB 2357**.

HB 2357 -Establishing a self audit program for insurance

Bill Sneed, State Farm Insurance, offered a balloon amendment addressing page 2, line 28 of the bill, which expands the limitation of the bill; page 4, lines 39 through 41 of the bill, with intended language stating that if it was privileged information, it remains privileged information; and page 5, line 16 of the bill, setting a time limit. (Attachment 1)

Ken Wilke wanted clarification of where exactly the wording is going to be added on page 4. Mr. Sneed answered, after the word "law" on line 41.

Senator Brownlee asked if the balloon amendment on page 4 also worked in the reverse if the information was not privileged, did it remain unprivileged? Mr. Sneed answered that is correct.

Chair Teichman asked Barb Hinton if the amendment on page 2 would satisfy Post Audit? Ms. Hinton said yes, it would.

Terry Humphrey, Kansas Trial Lawyers, stated she was not prepared to comment on the balloon amendments.

Chair Teichman asked Ms. Humphrey if she felt the amendment on page 5 covered her concerns about having a time limit? Chair Teichman also asked Ms. Humphrey if she had looked at any of the banking bills to make a comparison between them and **HB 2357**? Ms. Humphrey answered she would need to obtain more details. Ms. Humphrey also stated she would be willing to work with all parties concerned.

Chair Teichman announced **HB 2357** would be worked tomorrow, March 22.

Madam Chair closed the hearing on **HB 2357**.

Madam Chair announced that action should be taken on **HB 2276**.

HB 2276 - Transmission of money charges

Senator Wysong moved to pass **HB 2276** out of committee favorably, Senator Brownlee seconded the motion. The motion carried.

CONTINUATION SHEET

MINUTES OF THE Senate Financial Institutions and Insurance Committee at 9:30 A.M. on March 21, 2005 in Room 234-N of the Capitol.

Madam Chair announced that **HB 2172** would be put into **HB 2203** so the committee would have a vehicle.

Madam Chair announced that she had not heard back from the KCCI on **HB 2366**. The committee did not have enough information to work the bill. Therefore, it would be held open for hearings this summer.

Madam Chair announced the Committee would be hearing **HB 2138** March 22.

Madam Chair announced that the House had gutted **SB 100, SB 102** and **SB140**.

The meeting was adjourned at 9:55 a.m.