

February 20, 2014

The Honorable Marvin Kleebl, Chairperson  
House Committee on Commerce, Labor and Economic Development  
Statehouse, Room 286-N  
Topeka, Kansas 66612

Dear Representative Kleebl:

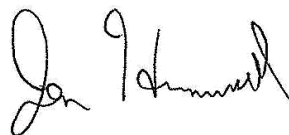
**SUBJECT:** Fiscal Note for HB 2640 by House Committee on Commerce, Labor and Economic Development

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2640 is respectfully submitted to your committee.

HB 2640 would amend the Workers Compensation Act to prohibit an employer that purchases workers compensation insurance to be eligible for an intrastate experience rating unless the employer pays at least \$5,000 in premiums each year. The bill would cap the primary portion of an employer's losses used for experience rating at \$13,500. The bill would also exempt any Kansas licensed workers compensation insurance carrier from reporting any losses paid under the deductible to any approved rating organization which rates workers compensation insurance.

HB 2640 would have no fiscal effect on the operations of the Insurance Department or Department of Labor.

Sincerely,



Jon Hummell,  
Interim Director of the Budget

cc: Dawn Palmberg, Labor