Landon State Office Building 900 SW Jackson Street, Room 504 Topeka, KS 66612



Phone: (785) 296-2436 Fax: (785) 296-0231 shawn.sullivan@budget.ks.gov

Shawn Sullivan, Director of the Budget

Sam Brownback, Governor

February 11, 2015

The Honorable Scott Schwab, Chairperson House Committee on Insurance Statehouse, Room 151-S Topeka, Kansas 66612

Dear Representative Schwab:

SUBJECT: Fiscal Note for HB 2249 by House Committee on Insurance

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2249 is respectfully submitted to your committee.

HB 2249 would create the Transportation Network Company (TNC) Driver and Passenger Protection Act. A TNC is a company or organization that arranges transportation for a fee using a technology platform such as a mobile application or website. HB 2249 would authorize insurance policies for a TNC and outline insurance coverage and limits of liability for the TNC and drivers.

According to the Kansas Insurance Department, HB 2249 would allow for an additional type of insurance to be sold and regulated in Kansas. However, the Department indicates any additional revenues and expenditures for this type of insurance would be negligible. Any fiscal effect associated with HB 2249 is not reflected in *The FY 2016 Governor's Budget Report*.

Sincerely,

Shawn Sullivan,

Director of the Budget

cc: Glenda Haverkamp, Insurance Department