

January 27, 2015

The Honorable Jeff Longbine, Chairperson  
Senate Committee on Financial Institutions and Insurance  
Statehouse, Room 235-E  
Topeka, Kansas 66612

Dear Senator Longbine:

**SUBJECT:** Fiscal Note for SB 55 by Senate Committee on Financial Institutions and Insurance

In accordance with KSA 75-3715a, the following fiscal note concerning SB 55 is respectfully submitted to your committee.

Under current law, the amount paid for all outside financial examination consulting and data processing fees by an insurance company or insurance society is currently capped at \$100,000 for an insurance company that has \$200.0 million or more in gross premiums in the preceding calendar year. SB 55 would increase this cap to \$500,000. In addition, the bill would increase the frequency of the financial examination period from three years to five years for the Uninsurable Health Insurance Plan.

Enactment of SB 55 would have no fiscal effect on the Kansas Insurance Department. However, the bill would allow additional expenditures for insurance companies and societies for outside consulting and data processing fees.

Sincerely,



Shawn Sullivan,  
Director of the Budget

cc: Glenda Haverkamp, Insurance Department