

SESSION OF 2015

**SUPPLEMENTAL NOTE ON SENATE SUBSTITUTE FOR
HOUSE BILL NO. 2124**

As Recommended by Senate Committee on
Judiciary

Brief*

Senate Sub. for HB 2124 would amend provisions of the Uniform Commercial Code (UCC) concerning remittance transfers as defined in the federal Electronic Fund Transfer Act (EFTA). The bill would provide that state law would apply to a remittance transfer unless it is an electronic fund transfer, as defined in the EFTA. In a funds transfer where state law would apply, the EFTA would govern in the event of an inconsistency.

The bill also would make technical amendments to the UCC.

Background

In the House Judiciary Committee, a law professor and a representative of the Kansas Bankers Association appeared in support of the bill. They explained the EFTA does not apply to all remittance transfers, and the proposed amendment, which was recommended by the Uniform Law Commission, would clarify when state law should control. Kansas is one of only six states that has not enacted these suggested changes. There was no other testimony.

The House Committee recommended the bill be placed on the Consent Calendar.

*Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <http://www.kslegislature.org>

The same proponents appeared in support of the bill in the Senate Committee on Judiciary. There was no other testimony.

The Senate Committee agreed to make technical amendments to other provisions in the UCC and include those with the original contents in a substitute bill.

The fiscal note prepared by the Division of the Budget indicates the bill, as introduced, would have no fiscal effect on the Office of Judicial Administration.