

MINUTES OF THE HOUSE INSURANCE AND FINANCIAL INSTITUTIONS COMMITTEE

The meeting was called to order by Chairman Clark Shultz at 3:35 P.M. on February 13, 2007 in Room 527-S of the Capitol.

All members were present except:

Representative Ty Masterson- excused

Committee staff present:

Melissa Calderwood, Kansas Legislative Research Department

Terri Weber, Kansas Legislative Research Department

Bruce Kinzie, Revisor of Statutes Office

Sue Fowler, Committee Secretary

Conferees appearing before the committee:

Rep. Rob Olson, District 26, Olathe, KS

John Meetz, KS Insurance Department, Topeka, KS

David Lawrence, State Farm Insurance, Wichita, KS

Bill Sneed, State Farm Insurance, Topeka, KS

Larry McGill, KS Association of Insurance Agents, Topeka, KS

Sandy Braden, NAIFA Kansas, Topeka, KS

Lee Wright, Farmers Insurance, Overland Park, KS

Tom Pollard, Farmers Insurance, Lawrence, KS

David Monaghan, American Insurance Group, Topeka, KS

Rick Wilborn, Farmers Alliance, McPherson, KS

Carmen Alldritt, Kansas Department of Revenue, Topeka, KS

Jim Hanni, AAA Allied Group, Topeka, KS

Greg Lauria, AAA Allied Group, Topeka, KS

Ann Myers, AAA Allied Group, Lawrence, KS

Bud Burke, AAA, Lawrence, KS

Others attending:

See attached list.

Michael Tanner, CATO Institute, Washington, DC, (Attachment #1), made a presentation on Health Reform Care.

Introduction of Bill:

Representative Dillmore moved to introduce a resolution calling on the state bank commissioner to educate Kansas state chartered banks under the jurisdiction of the commissioner about the use of health savings accounts. Seconded by Representative Faust-Goudeau. Motion carried.

Hearing on:

HB 2124 **Motor vehicles; prohibition on renewal of drivers licenses at locations where automobile insurance is sold**

Proponents:

Representative Rob Olson, District 26, Olathe, KS, (Attachment #2), gave testimony before the committee in support of **HB 2124**.

John Meetz, Kansas Insurance Department, Topeka, KS, (Attachment #3), appeared before the committee in support of **HB 2124**.

David Lawrence, State Farm Insurance, Wichita, KS, (Attachment #4), presented testimony before the committee in support of **HB 2124**.

Bill Sneed, State Farm Insurance, Topeka, KS, (Attachment #5), presented written testimony to the committee in support of **HB 2124**.

Larry McGill, Kansas Association of Insurance Agents, Topeka, KS, (Attachment #6), gave testimony before the committee in support of **HB 2124**.

Sandy Braden, NAIFA Kansas, Topeka, KS, (Attachment #7), appeared before the committee in support of **HB 2124**.

CONTINUATION SHEET

MINUTES OF THE House Insurance and Financial Institutions Committee at 3:30 P.M. on February 13, 2007 in Room 527-S of the Capitol.

Lee Wright, Farmers Insurance, Overland Park, KS, (Attachment #8), presented testimony before the committee in support of **HB 2124**.

Tom Pollard, Farmers Insurance, Lawrence, KS, (Attachment #9), gave testimony before the committee in support of **HB 2124**.

David Monaghan, American Insurance Group, Topeka, KS, (Attachment #10), presented written testimony to the committee in support of **HB 2124**.

Rick Wilborn, Farmers Alliance, McPherson, KS, (Attachment #11), presented written testimony to the committee in support of **HB 2124**.

Opponents:

Carmen Alldritt, State of Kansas Department of Revenue, Topeka, KS, (Attachment #12), gave testimony before the committee in opposition to **HB 2124**.

Jim Hanni, AAA Allied Group, Topeka, KS, (Attachment #13), appeared before the committee in opposition to **HB 2124**.

Greg Lauria, AAA Allied Group, Topeka, KS, (Attachment #14), presented testimony in opposition to **HB 2124**.

Ann Myers, AAA Allied Group, Lawrence, KS (Attachment #15), gave testimony before the committee in opposition to **HB 2124**.

Bud Burke, AAA, Lawrence, KS, (Attachment #16), appeared before the committee in opposition to **HB 2124**.

Representative Grant requested Carmen Alldritt check to see how many RFP applications were sent out to insurance vendors to contract with State of Kansas Department of Revenue for drivers' license services in selected locations.

Hearing closed on **HB 2124**.

Representative Anthony Brown, Chair, for Sub-Committee on **HB 2065** reported the Sub-Committee met to make a decision if **HB 2065** would place mandates on the insurance industry. The committee was in unanimous agreement that **HB 2065** would constitute a mandate. In New Section 1, Sub-Section 1. Line 19 states "shall also provide coverage" and in New Section 1 Sub-Section 2 Line 21 again mentions "shall be provided".

Representative Grant moved with no objection to pass the committee minutes for February 12, 2007.

Next meeting will be Wednesday, February 14, 2007, at 3:30 P.M., in Room 527-S.

Meeting adjourned at 5:05 P.M.