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MEMORANDUM

To:House Committee on InsuranceFrom:Office of Revisor of StatutesDate:March 6, 2023Subject:Bill Brief, SB 17

SB 17 is the Senate version of HB 2089. The bill modifies the requirement of prepaid service plans to provide a list of all individuals who solicit memberships on their behalf to the Insurance Department.

Under current law, each prepaid service plan that is authorized to do business in the state is required to register each individual who solicits memberships on their behalf, pay an annual registration fee of \$2.00 per individual, and provide a list of those individuals to the Insurance Department biannually, on January and July 1 of each year. These registration requirements are currently codified in K.S.A. 40-4203.

SB 17 would amend current law in four ways. First, the bill would discontinue the annual registration fee of \$2 per individual who solicits memberships on behalf of the prepaid service plan. Second, the bill would change reporting requirement from a biannual to an annual basis, at the time the prepaid service plan files to continue its certificate of registration. Third, the bill folds the amendments to the registration requirements into K.S.A. 40-4209. You can see those amendments on page one of the bill, in lines 14-18 and lines 21-24. Finally, since the reporting requirements have been folded into K.S.A. 40-4209, the bill repeals K.S.A. 40-4203.

The Senate Committee of the Whole passed SB 17 unanimously on February 9, 2023.