



Kansas Department of Insurance

Commissioner Vicki Schmidt

Proponent Testimony for HB 2531 - Updating Risk-Based Capital Instructions

January 29, 2024

Chairman Sutton and Members of the Committee,

Thank you for the opportunity to testify in support of House Bill 2531.

House Bill 2531 amends K.S.A. 40-2c01, concerning a standard regulatory tool referred to as risk-based capital (RBC). The goal of RBC is to ensure each Kansas domestic company has the required amount of capital needed to support its overall business operations in consideration of its size and risk profile.

This bill updates the version of the RBC Instructions that companies are required to utilize as they calculate and report RBC. The amendment replaces “2022” with “2023” in the definition for “RBC Instructions.” Implementing the RBC Instructions is a national accreditation standard. A similar date change amendment has been made by the Legislature, each year since 2009.

Thank you for the opportunity to submit testimony in support of House Bill 2531.

Eric Turek
Director of Government and Public Affairs