

KANSAS OFFICE of
REVISOR of STATUTES

LEGISLATURE of THE STATE of KANSAS
Legislative Attorneys transforming ideas into legislation.

300 SW TENTH AVENUE ■ SUITE 24-E ■ TOPEKA, KS 66612 ■ (785) 296-2321

MEMORANDUM

To: Senate Committee on Financial Institutions and Insurance
From: Office of Revisor of Statutes
Date: March 1, 2023
Subject: Bill Brief, HB 2096

HB 2096 amends K.S.A. 12-2624, pertaining to premium taxes paid by group-funded liability pools, and K.S.A. 44-588, pertaining to premium taxes paid by group-funded workers compensation pools. The bill was passed unanimously by the House Committee of the Whole on February 16, 2023.

Under current law, group-funded liability pools and group-funded workers compensation pools each pay a premium tax of 1% per annum, based on the gross premiums collected during the previous fiscal year. The tax is due no later than 90 days after the end of the fiscal year.

HB 2096 would change the basis upon which the premium taxes are calculated. The bill replaces fiscal year with calendar year. The result would be that group-funded liability pools and group-funded workers compensation pools pay a premium tax of 1% per annum, based on the gross premiums collected during the previous calendar year, and such premium tax would be due no later than 90 days after the end of the calendar year.

The bill also makes a number of technical changes to the bill to conform to current drafting practices.