# SENATE COMMITTEE ON FINANCIAL INSTITUTIONS AND INSURANCE

#### 1994 SESSION

| Senator Dick Bond   | Chairperson      |
|---------------------|------------------|
| Senator Don Steffes | Vice Chairperson |

#### **MEMBERS**

Senator David Corbin

Senator Anthony Hensley, Ranking Minority Member

Senator Barbara Lawrence

Senator Janis Lee

Senator Jerry Moran

Senator Marge Petty

Senator Sandy Praeger

### <u>STAFF</u>

Dr. William Wolff, Legislative Research Fred Carman, Revisor of Statutes June Kossover, Committee Secretary

| BILL<br><u>NUMBER</u> |   | DATE OF<br>HEARING | DISCUSSION/<br>ACTION             |
|-----------------------|---|--------------------|-----------------------------------|
| SB 154                | Municipal bonds; call of bonds before maturity; refunding   | 2/17/94            | 2/17/94<br>BPA                    |
| SB 239                | Uniform transfer on death security registration act   | 2/8/94             | 2/8/94<br>BPA                     |
| SB 474                | Liabilities of health care stabilization fund   | 1/26/94            | 1/26/94<br>BPA                    |
| SB 485                | Designating the secretary of health and environment as administrator of the healthcare database, as statistical agent for the statistical plan for premiums and loss and expense experience by accident and health insurers | 1/19/94<br>:e      | 1/19/94<br>BPA                    |
| SB 486                | Investments of insurance companies; HMO's   | 1/18/94<br>1/19/94 | 1/19/94<br>BP                     |
| SB 487                | Regulation of utilization review organizations  | 1/18/84            | 1/18/94<br>BPA                    |
| SB 490                | Authorizing additional insurance companies to issue homeowners' policies  | 1/20/94            | 1/20/94<br>BP                     |
| SB 491                | Definition of managing general agents, persons exempt; penalties for violations   | 1/19/94            | 1/19/94<br>BP                     |
| SB 492                | Insurance company annual report to be in electronically readable form   | 1/19/94<br>1/25/94 | 1/25/94<br>BPA                    |
| SB 504                | Bank or trust company receives remuneration for services to investment trust may invest there   | 1/26/94<br>in      | 1/26/94<br>BPA                    |
| SB 505                | Cleanup of UCCC section on banks  | 1/25/94            | 1/25/94<br>Cons. Cal.             |
| SB 506                | Similarity of names prohibited for insurance companies or fraternal benefit societies   | 1/27/94            | 1/27/94<br>Cons. Cal.             |
| SB 507                | Attorney's fees established by commissioner of insurance in claims against health care provider insurance   | 1/20/94<br>1/26/94 | 1/26/94<br>Amended into<br>SB 474 |
| SB 508                | Limits on life insurance on bank officers and directors   | 1/25/94            | 1/25/94<br>BPA                    |
| SB 515                | Finance charges on consumer credit sales  | 2/3/94             | No action                         |
| SB 522                | Insurance companies to report acquisition and disposition of assets   | 1/20/94            | 1/20/94<br>BP                     |
| SB 538                | Bank dissolution requires filing with bank commissioner   | 2/4/94             | 2/4/94<br>Cons. Cal.              |
| SB 539                | Liability of bank officers and employees  | 2/4/94             | 2/4/94<br>BP                      |
| SB 540<br>Sub SB 540  | Regulation of branch banks and branch trust companies   | 2/2/94<br>2/18/94  | 2/18/94<br>BP                     |

| SB 563  | Valuation for reserve requirements for life and accident and sickness insurance                       | 1/27/94                      | 1/27/94<br>BP         |
|---------|---|------------------------------|-----------------------|
| SB 566  | Kansas uninsurable health insurance plan; pre-<br>existing conditions                                 | 2/9/94                       | 2/9/94<br>BP          |
| SB 567  | Delinquency charges on UCCC consumer credit transactions  | 2/3/94<br>2/18/94            | 2/18/94<br>BPA        |
| SB 568  | Repeal requirement of stock value for certain companies   | 2/4/94                       | 2/4/94<br>Cons. Cal.  |
| SB 569  | Life insurance risk-based capital requirements  | 1/27/94                      | 1/27/94<br>BPA        |
| SB 612  | Insurance plans subject to group health and accident requirements                                     | 2/9/94<br>2/10/94<br>2/22/94 | 2/22/94<br>BPA        |
| SB 622  | Health benefit plans available to small employers   | 2/10/94<br>2/21/94           | No action             |
| SB 625  | Group funded workers compensation pools, premium deposit and selection of trustees                    | 2/8/94                       | 2/8/94<br>BPA         |
| SB 634  | Investment of proceeds from bonds and notes in municipal investment pool                              | 2/17/94                      | 2/17/94<br>Cons. Cal. |
| SB 635  | Investment of public moneys, pooled investments   | 2/17/94                      | 2/17/94<br>BPA        |
| SB 636  | State moneys; deposit thereof   | 2/17/94                      | 2/17/94<br>BPA        |
| SB 640  | Insurance reimbursement for certain persons performing mammography and PSA testing                    | 2/15/94<br>2/22/94           | 2/22/94<br>BPA        |
| SB 677  | Penalties for fraudulent insurance acts   | 2/16/94<br>2/22/94           | 2/22/94<br>BPA        |
| SB 682  | Mandated coverage for breast implant removals and implant related conditions                          | 2/15/94                      | No action             |
| SB 713  | Vehicle insurance coverage by self-insurers   | 2/16/94                      | 2/16/94<br>BP         |
| SB 757  | Abolishing the savings and loan fee fund and transferring its money to the bank commissioner fee fund | 2/22/94                      | 2/22/94<br>BPA        |
| HB 2424 | Sub for HB 2424-Increasing amount covered by credit life  | 3/18/94                      | 3/18/94<br>Cons. Cal. |
| HB 2617 | Discontinuance of accident and sickness insurance contracts   | 2/23/94                      | 2/23/94<br>BPA        |
| HB 2618 | Accident and health insurance; "usual, reasonable and customary charges"                              | 2/23/94                      | 2/23/94<br>Cons. Cal. |
|         |   |                              |                       |

| HB 2632  | Accident and sickness insurance, application to<br>Medicaid eligibility and coverage                      | 2/24/94            | 2/24/94<br>Cons. Cal. |
|----------|---|--------------------|-----------------------|
| HB 2633  | Adverse underwriting decisions, HMO's   | 3/15/94            | 3/15/94<br>BPA        |
| HB 2635  | Merger, consolidation or transfer of assets of banks  | 2/24/94            | 2/24/94<br>Cons. Cal. |
| HB 2638  | Property and casualty insurance, discontinuing certain business; notice                                   | 3/18/94            | 3/18/94<br>Cons. Cal. |
| HB 2654  | Mortgages on real property, satisfaction thereof  | 3/10/94            | 3/10/94<br>BPA        |
| HB 2655  | Safe deposit boxes; forcible entry  | 3/9/94             | 3/9/94<br>BPA         |
| HB 2657  | State moneys; guaranty bonds  | 3/9/94             | 3/9/94<br>BPA         |
| HB 2658  | Securities; exempt securities and transactions  | 3/8/94             | 3/8/94<br>BP          |
| HB 2659  | Machine readable instruments; definitions   | 3/10/94            | 3/10/94<br>BP         |
| НВ 2691  | Cemetery corporations; trust companies  | 3/8/94             | 3/8/94<br>Cons. Cal.  |
| HB 2692  | Licensing requirements for insurance agents and brokers   | 2/24/94            | 2/24/94<br>BPA        |
| HB 2693  | UCC; filing requirements for secured transactions   | 3/9/94             | 3/9/94<br>Cons. Cal.  |
| HB 2705  | Automobile injury reparations act; psychologists  | 3/15/94            | 3/15/94<br>Cons. Cal. |
| HB 2716  | Allowing banks and trust companies to hold real estate as a book asset indefinitely                       | 3/10/94            | 3/10/94<br>BPA        |
| HB 2726  | Housing; tax equity fund; powers of banks; powers of KDFA   | 3/17/94            | 3/17/94<br>BPA        |
| HB 2730  | Health care stabilization fund; transfer administration to board of governors from insurance commissioner | 3/18/94            | 3/18/94<br>BPA        |
| HB 2833  | Automobile liability insurance; exclusions or limitations of coverage                                     | 3/16/94            | 3/16/94<br>BP         |
| HB 2840  | Insurance laws; not applicable to religious publications  | 3/15/94            | 3/15/94<br>BP         |
| HB: 2917 | Conversion policies, premiums; notice   | 3/17/94            | 3/17/94<br>Cons. Cal. |
| НВ 3041  | Repealing 40-1126 through 40-1129 professional liability insurance, reports                               | 3/16/94<br>3/18/94 | 3/18/94<br>BPA        |
|          |   |                    |                       |

| CONFIRMATIONS  | DATE OF<br>HEARING | DISCUSSION/<br>ACTION |
|--|--------------------|-----------------------|
| Thomas J. Corcoran, State Banking Board                                | 1/28/94            | Be confirmed          |
| William E. Hauber, Credit Union Council                                | 4/27/94            | Be confirmed          |
| Carol A. Malecki, Credit Union Council                                 | 4/27/94            | Be confirmed          |
| Betty Jean McBride, Kansas Development Authority<br>Board of Directors | 2/18/94            | Be confirmed          |
| Douglas M. Morley, State Banking Board                                 | 4/27/94            | Be confirmed          |
| Candace J. Murphy, State Banking Board                                 | 2/1/94             | Be confirmed          |
| Keith L. Nitcher, Kansas Development Authority<br>Board of Directors   | 1/28/94            | Be confirmed          |
| Don R. Paxson, Pooled Money Investment Board                           | 1/28/94            | Be confirmed          |
| Michael P. Sarras, State Banking Board                                 | 4/27/94            | Be confirmed          |
| Sue A. Shelby, Credit Union Council                                    | 2/18/94            | Be confirmed          |
| John Smith, Administrator, Credit Union Department                     | 2/1/94             | Be confirmed          |
| Lovel Gene Swan, Credit Union Council                                  | 4/27/94            | Be confirmed          |
| John Timmer, State Banking Board                                       | 1/26/94            | Be confirmed          |

|  |      |      |                      |      |                                    |               |      |               | <b>A</b> T     |                                | D AN |    | 2500           | 000              | 1 ( | 994  |                        |  |   |          |     |           |   |   | A           | - Abs          | sent               | - |    |               |        |    |
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| Name   | 1/12 | 1/13 | 1/10                 | 1/10 | 1/20                               | 1/25          | 1/26 | 1/27          | 7.             | 1 0                            | 1/2  | 73 | RECO           | 12/ <sub>0</sub> |     | 3/10 | 2/15                   | 13/16  | 2/2                                     | 2/18     | 2/. | 21        |   |   |             | - Pre          |                    |   | 3/ | 3/            | 371    | 14 |
| DICK BOND, CHAIR   | X    | X    | X                    | X    | X                                  | \(\sigma\)    | X    | X             | Ϋ́             | X                              | X    | X  | 1 <del>7</del> | X                | ×   | X    | \ <u>\</u> \           | 116  | 117                                     | 1/18     | 么   | 7/22<br>X | <i>123</i><br>人   | 124   | 18          | <u>19</u><br>X |                    | 1 | 1  |               |        | ŀ  |
| DON STEFFES, VICE  | X    | X    | X                    | X    | X                                  | X             | X    | X             | X              | X                              | X    | X  | X              | X                | 1   | X    | \(\frac{1}{\sqrt{1}}\) | X<br>V   |   | <b>\</b> | X   | X         | X   | X   | X           | ×              | X                  | X | X  | X             | X.     | X  |
| JERRY MORAN  | X    | X    | A                    | A    | X                                  | X             | X    | X             | X              | X                              | X    | Á  | X              | X                | X   | X    | V                      | X  | X                                       | X        | Á   | ×         | ×   | ×   |             | A              | ×                  | X |    |               | X      | X  |
| SANDY PRAEGER  | X    | X    | X                    | X    | X                                  | X             | X    | X             | X              | X                              | X    | X  | X              | X                | X   | X    | X                      | X  | X                                       | X        | X   | ×         | ×   | X   | ×           | \ <u>\</u>     | ×                  | V |    | X             |        | X  |
| BARBARA LAWRENCE   | X    | X    | X                    | X    | X                                  | X             | V    | X             | X              | X                              | X    | X  | A              | X                | ×   | X    | X                      | X  | X                                       | V        | X   | <u>'</u>  | X   | A   | *           | A              | \(\frac{1}{\chi}\) | × | 文  |               |        |    |
| DAVID CORBIN   | A    | X    | X                    | X    | X                                  | X             | X    | X             | X              | X                              | X    | A  | A              | X                | V   | X    | X                      | X  | X                                       | V        | X   | ×         | <i>/</i> \  | <b>万</b> ✓  | \<br>\<br>\ | X              | X                  | × | V  | \\ \\ \       | X      | X  |
| ANTHONY HENSLEY  | X    | X    | X                    | X    | A                                  | X             | X    | X             | X              | X                              | A    | X  | X              | A                | V   | X    | X                      | X  | A                                       | Ä        | X   | Á         | \<br>\<br>\   | <b>△</b>  | ×           | X              | X                  | X | X  | Â             |        | X  |
| JANIS LEE  | X    | X    | X                    | X    | X                                  | X             | X    | X             | Ă              | X                              | X    | X  | X              | X                | X   | X    | X                      | X  | X                                       | X        | ×   | X         | <b>V</b>  | ×   | *           |                | X                  | X |    |               | A<br>A | X  |
| MARGE PETTY  | X    | X    | X                    | X    | Á                                  | X             | X    | X             | X              | X                              | X    | A  | Ă              | X                | X   | X    | X                      | X  | X                                       | X        | X   | ×         | X   | X   | \<br>\<br>\ | X              | ×                  | X | X  |               | X      |    |
| BILL WOLFF   | X    | X    | X                    | X    | X                                  | X             | Х    | X.            | X              | X                              | ×    | X  | A              | X                | X   | X    | X                      | X  | X                                       | X        | X   | X         | \<br>\<br>\   | X   | X           | X              | X                  | X | X  |               | X      |    |
| FRED CARMAN  | X    | X    | Χ                    | X    | Х                                  | X             | X    | X             | Х              | X                              | X    | X  | Х              | X                | X   | X    | X                      | X  | X                                       | X        | ×   | ×         | X   | ×   | X           | X              | X                  | X | X  | X             | X      | i. |
| produced to the control of the contr |      |      | THE TO SERVICE HERE. |      | Marie Sartosi comences seguinos de | 4472.72.72.72 |      | Estate vicini | 400M2TEXMUNEUS | Antendra Scientific Concerning |      |    |                | State Company    |     |      | -                      | A THE STATE OF THE | *************************************** |          |     |           | 601-47-AVII-27-47-48-48-48-48-48-48-48-48-48-48-48-48-48- | AND DESCRIPTION OF THE PERSON |             | ,              |                    |   |    |               |        | •  |
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