### SESSION OF 2003

#### SUPPLEMENTAL NOTE ON SENATE BILL NO. 240

# As Recommended by Senate Committee on Ways and Means

### **Brief\***

SB 240 repeals KSA 48-323, which directs all armories under the control of the Kansas military board to procure and keep fire and extended coverage insurance on statewide armories.

## **Background**

During testimony before the Senate Committee on Ways and Means, the Adjutant General's office stated that current state law mandates the agency maintain fire and extended coverage insurance on armories. According to that testimony, the insurance premiums on those policies have increased, thus placing the agency under greater fiscal burden. The agency stated that it must continue to carry insurance on some armories (as required by bond issuances), but noted that with this change the remaining armories could be self insured. The Adjutant General's Office had requested \$115,000 (from the State General Fund) to finance costs associated with an increase in extended coverage insurance on armories, which was not recommended by the Governor.

<sup>\*</sup>Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <a href="http://www.kslegislature.org/klrd">http://www.kslegislature.org/klrd</a>